

EOG Resources, Inc. 600 Seventeenth Street Suite 1100N Denver, CO 80202

Denver, CO 80202 (303) 572-9000 Fax: (303) 824-5400

April 25, 2001

State of Utah
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

Attention: Mr. John Baza

RE: Request for Exception to Location

and Siting of Wells
East Chapita 800-16

NE/4SW/4 of Sec. 16-9S-23E, SLM

Uintah County, Utah Chapita Wells Prospect 1500-G06, 0076388-000

Gentlemen:

All formations underlying Section 16, Township 9 South, Range 23 East, SLM, Uintah County, Utah, are currently subject to Utah Administrative Code General Rule R649-3-2 which prescribes that "in the absence of special orders of the board establishing drilling units or authorizing different well density or location patterns for particular pools or parts thereof, each oil and gas well shall be located in the center of a 40 acre quarter-quarter section . . . with a tolerance of 200 feet in any direction from the center location, a "window" 400 feet square" and "no oil or gas well shall be drilled less than 920 feet from any other well drilling to or capable of producing oil or gas from the same pool . . "

EOG Resources, Inc. (EOG) proposes and respectfully requests permission to drill the East Chapita 800-16, a 9005' Mesaverde formation test well, at a location 1865' FSL, 1693' FWL (NE/4SW/4) of Section 16, Township 9 South, Range 23 East, SLM, Uintah County, Utah. Said location is outside of the legal window prescribed in Rule R649-3-2, but is not closer than 920' from any producing Mesaverde well which has been drilled or any proposed Mesaverde wells in the vicinity.

The East Chapita 800-16 location was originally planned for the western portion of the window prescribed in Rule R649-3-2 based on geology. However, it had to be moved southwest and outside of this window in order to avoid a steep hillside. Thus, the requested exception location is necessary for EOG to drill same.

RECEIVED

APR 2 7 2001

DIVISION OF OIL, GAS AND MINING

State of Utah Division of Oil, Gas and Mining April 25, 2001 Page 2 of 2

Enclosed herewith are copies of the survey plat for this well and another plat which visually displays the location at which an oil or gas well could be drilled in compliance with Rule R649-3-2, the location at which EOG requests permission to drill and the locations at which oil or gas wells have been drilled or could be drilled in accordance with Rule R649-3-2 or board drilling unit order, directly or diagonally offsetting the proposed exception location.

All of Section 16, Township 9 South, Range 23 East, SLM, Uintah County, Utah, is covered by a single State of Utah School and Institutional Trust Lands Administration Oil, Gas and Hydrocarbon Lease No. ML-47045 under which EOG now owns 100% of the record title interest and operating rights. Thus, there are no other owners within a 460' radius of the proposed East Chapita 800-16 well location whose consent is required.

EOG respectfully requests the Utah Division of Oil, Gas and Mining review and grant administrative approval of this application for an exception well location and permission to drill the proposed Mesaverde formation well described herein at its earliest opportunity.

If you have any questions or need any additional information, please do not hesitate to contract the undersigned.

Yours very truly,

EOG RESOURCES, INC.

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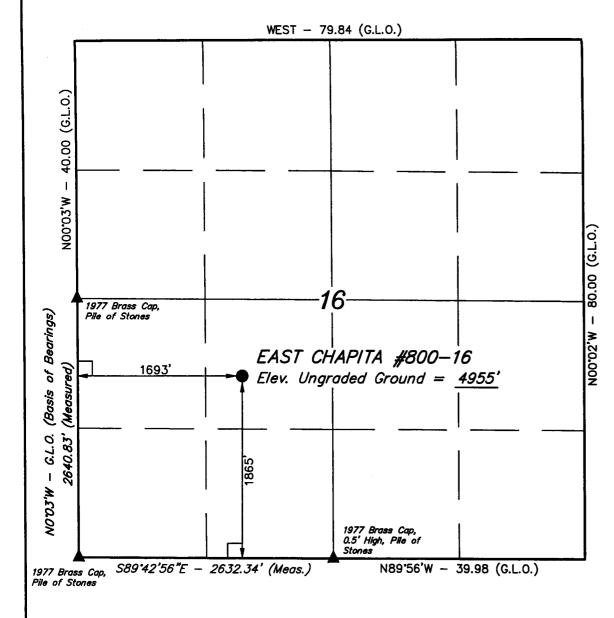
Toni Lei Miller Project Landman

TLM/kse Enclosures (m:\tlm\april\stutltr80016.doc)

cc: Ed Trotter (w/copies of enclosures)

Jim Schaefer – EOG (w/copies of enclosures) Roger Falk – EOG (w/copies of enclosures) Dan Frederick – EOG (w/copies of enclosures)

T9S, R23E, S.L.B.&M.



LEGEND:

= 90° SYMBOL

LATITUDE = 40°02'01" LONGITUDE = 109°20'05"

= PROPOSED WELL HEAD.

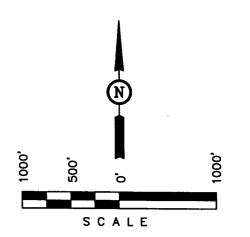
= SECTION CORNERS LOCATED.

EOG RESOURCES, INC.

Well location, EAST CHAPITA #800-16, located as shown in the NE 1/4 SW 1/4 of Section 16, T9S, R23E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

BENCH MARK LOCATED IN THE NE 1/4 OF SECTION 21, T9S, R23E, S.L.B.&M. TAKEN FROM THE RED WASH SE QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5026 FEET.



CERTIFICATE

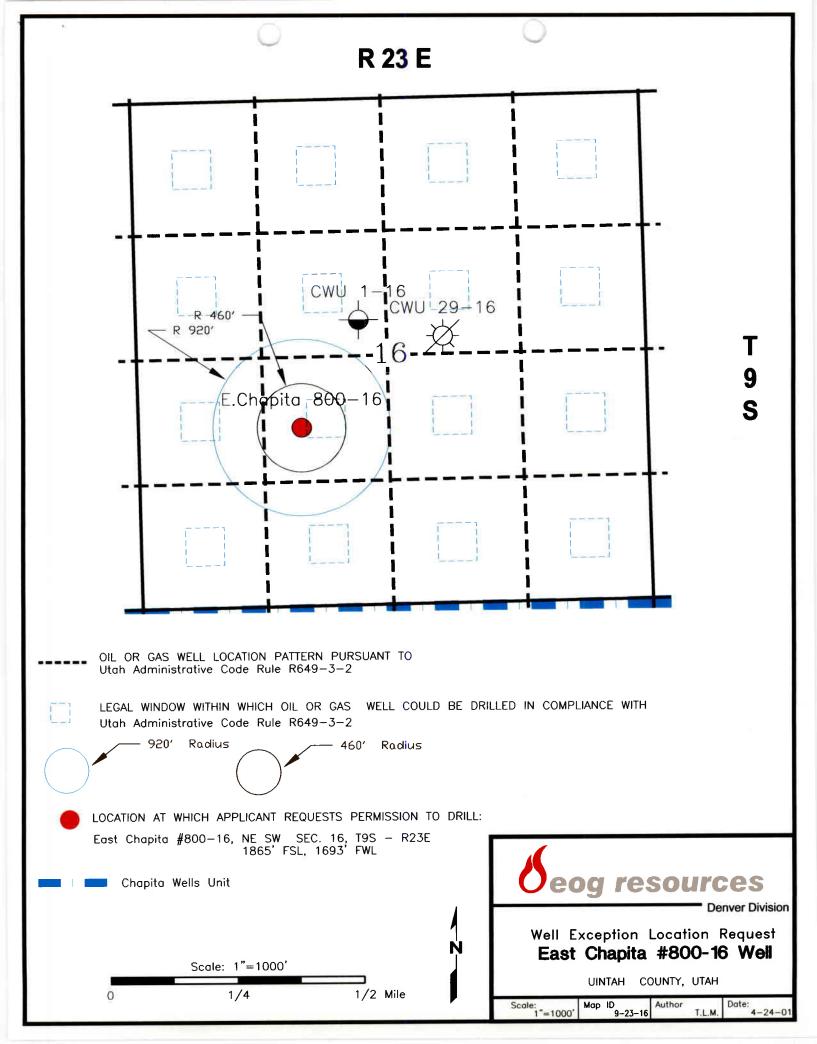
THIS IS TO CERTIFY THAT THE ABOVE PLAT, WAS HELPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY WE OR AND PLAY SUPERVISION AND THAT THE SAME ARE TRAIL AND CONTROL TO THE BEST OF MY KNOWLEDGE AND BELIEF

REGISTERED BAND SUNTENIOR REGISTRATION NOK ASYS19
STATE OF UTAH

U INTAH E NGINEERING & LANDING HRVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: 4-2-01	DATE DRAWN: 4-11-01
J.F. P.J. C.G.	REFERENCES G.L.O. PLA	AT
WEATHER	FILE	7
COOL	EOG RESOURCES.	INC.



Form 3160-3	-							FORM APPROVED
(July 1992)								OMB NO. 1004-013
(vary 1772)	DEPARTMEN			FERIOR		5. Lease designation and serial number		
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DRILL b. TYPE OF WELL		EN 🗆				7. Unit Ag	reement Name	
Oil Well	Gas Well Dother		Single Zone	Mult Zone		8. Farm or	lease name, well no.	,
2. Name of Operator						9. API We	Il No.	
	ESOURCES, INC.					EAST	Γ СНАРІТА 8	300-16
3. Address and Telep						10. Field as	nd pool, or wildcat	
P.O. B	OX 1815, VERNAL,	UT 8407	78 (435	5)789-0790		MAN	ICOS - Hatu	ural Buttes
	(Report location clearly and in a	ccordance wit	h any State	requirements.)		11. Sec., T.	., R., M., or BLK.	
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	FSL & 1693' FWL	NE/SW		6420	96 E	SEC.	16, T9S, R23	SE .
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	S SOUTHEAST OF (UIN		UTAH
15. Distance from pro				acres in lease		17. No. of acres assigned to this well		well
location to near		,	640	0				
property or lease (Also to nearest dr	ine, it. ig. Unit line, if any)							
18. Distance from pro	oposed location		19. Propos	sed depth		20. Rotary o		
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or applied for, on	whether DF, RT, GR, etc.)					1 2	2. Approx. date wor	k will start
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23.			AND CE	MENTING PRO	GRAM		01 0111111	100 1112
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PI		SETTING DEP	ΉTΉ		OF CEMENT	
17 1/2"	13 3/8"	48#		120'		Cement wit	h 50 sx Class	"G" plus 2%
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7 7/8"	4 1/2"	11.6	#	9005	5'	interval from 2800' to 1800' with Class		00' with Class
					_	"G" plus 2%	CaCl2 & 1/4#	sx Celloflake
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SURFACE USE AND OPERATING PLAN LOCATION PLAT LOCATION LAYOUT TOPOGRAPHIC MAPS "A", "B", AND "C" GAS SALES PIPELINE—MAP "D" **FACILITY DIAGRAM**

from TD to 500'+/- above uppermost pay interval with 50/50 Pozmix w/2% gel & 10% salt. Volume to be calculated from Caliper log annular volume plus 5% excess. Circulate casing before cementing. Reciprocate casing during Cementing.

EOG RESOURCES INC. WILL BE THE DESIGNATED OPERATOR OF THE SUBJECT WELL LINDER BOND #IP-0921

Of The Bobs	ECT WEEE CIVIDEN BOIND #01 0921
IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to do	eepen, give data on present productive zone and proposed new productive zone. If
proposal is to drill or deepen directionally, give pertinent data on subsurface log	cations and measured and true vertical depths. Give blowout preventer program, if any.
24. // V	
-··	Maria Bara II Alban ka
SIGNED Tallutte The	DATE 5-8-2001
SIGNED LALINGUE	CIM a ways after B & street plan. Duit
(This space for Federal or State office use)	MAY 1 4 2001
1/2 1/2 - 1/2-	
PERMIT NO. 43-047-34073	APPROVAL DATE
Application approval does not warrant or certify that the applicant holds legal of	or equitable title in the subject lease which would entitle the applicant to
conduct operations thereon.	
CONDITIONS OF APPROVAL, IF ANY:	OIL, GAS AND MINING
COMDITIONS OF WILKSAMP, IL WATE, I. WATE, I.	
	BRADLEY G. HILL DATE 06-13-0(
APPROVED BY TITLE	DATE

EOG Resources, Inc. P.O. Box 250 Big Piney, WY 83113

May 8, 2001

Utah Division of Oil, Gas, & Mining 1594 West North Temple Box 145801 Salt Lake City, UT 84114-5801

> RE: APPLICATION FOR PERMIT TO DRILL EAST CHAPITA 800-16 NE/4SW/4, SEC. 16, T9S, R23E UINTAH COUNTY, UTAH LEASE NO.: ML-47045 UTAH STATE LANDS

Enclosed please find a copy of the Application for Permit to Drill and associated attachments for the referenced well.

Please address further communication regarding this matter (including approval) to:

Ed Trotter P.O. Box 1910 Vernal, UT 84078 Phone: (435)789-4120

Fax: (435)789-1420

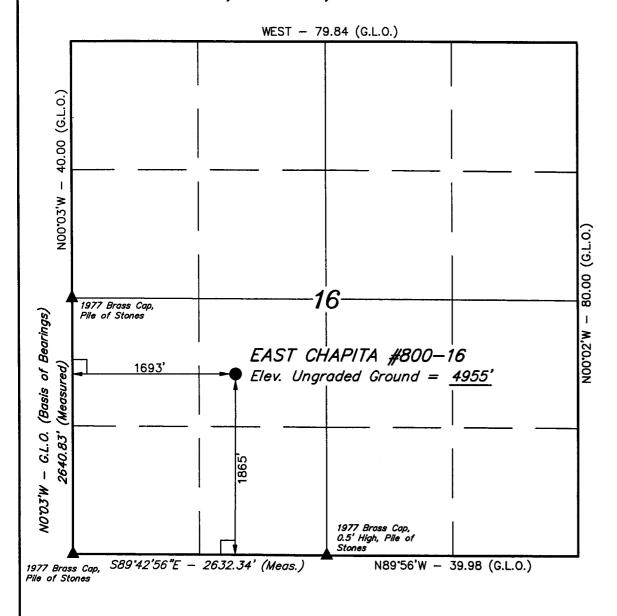
Sincerely,

Agent

EOG Resources, Inc.

Attachments

T9S, R23E, S.L.B.&M.



LEGEND:

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LATITUDE = 40°02'01" LONGITUDE = 109°20'05"

= PROPOSED WELL HEAD.

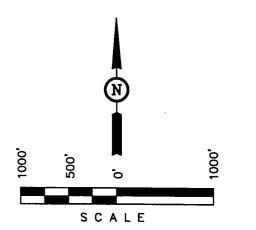
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CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAN WAS REPUMBED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY THE OR UNDER MY SUPERVISION AND THAT THE SAME ARE THUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF

REGISTERED LAND SURVEYOR REGISTRATION NO. 161319 ... STATE OF UTAH

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

1" = 1000'	DATE SURVEYED: 4-2-01	DATE DRAWN: 4-11-01
PARTY J.F. P.J. C.G.	REFERENCES G.L.O. PLA	AT
WEATHER COOL	FILE EOG RESOURCES,	INC.

EAST CHAPITA 800-16 NE/SW, SEC. 16, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH

1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:

FORMATION	DEPTH	TYPE Z	CONES	MAXIMUM PRESSURE
Green River Base "M" Limestone Wasatch Peters Point Chapita Wells Buck Canyon North Horn Lower North Horn Mesa Verde – Price River Lower Price River Sego Castlegate Mancos	1705 4293 4604 4604 4887 5434 6190 6797 7329 8256 8788 8997 9408	GAS GAS GAS	CONF	DENTIAL

EST. TD: 9005 Anticipated BHP 3900 PSI

3. PRESSURE CONTROL EQUIPMENT: BOP Schematic Diagram attached.

4. CASING PROGRAM:

						141	HATIVIONI 52	AND LIE	CION
HOLE SIZE	INTERVAL	LENGTH	SIZE	WEIGHT	GRADE	THREAD	COLLAPS	E BURST	TENSILE
17 1/2"	0' -120'+/- GL	200' - 220'	13 3/8"	48.0 #	H-40	ST&C	770 PSI	1730 PSI	322,000#
12 1/4"	0' - 2800'+/- KB	200' - 220'	9 5/8"	36.0 #	J-55	ST&C	2020 PSI	3520 PSI	394,000#
7 7/8"	0' - 9005'+/- KB	9005'	4 1/2"	11.6#	N-80	LT&C	6350 PSI	7780 PSI	223,000#

If conductor drive pipe is used, it will be left in place if its total length is less than 20 feet below the surface. If the total length of the drive pipe is equal to or greater than 20 feet, it will be pulled prior to cementing surface casing, or it will be cemented in place. The minimum diameter of the conductor drive pipe will be 13 3/8".

MINIMUM CAPETY EACTOD

All casing will be new or inspected.

EAST CHAPITA 800-16 NE/SW, SEC. 16, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH

CONFIDENTIAL

5. MUD PROGRAM

Depth INTERVAL From To	Mud Weight	Vis	WL (cc)	MUD TYPE
0' - 120'	N/A	N/A	N/A	Air
120' - 2800'	N/A	N/A	N/A	Air/Mist or Aerated Water
2800' - TD	As Needed	As Needed	<8	Aerated 4% KCL water, salt gel

NOTE: Add 400 sx KCL to system over 24 hour period after reaching 4000'. Maintain 4% system to TD. (Convert to salt gel mud system as hole conditions dictate.)

Sufficient mud inventory will be maintained on location during drilling to handle any adverse conditions that may arise.

6. VARIANCE REQUESTS:

- A. EOG Resources, Inc. requests a variance to regulations requiring a straight run blooie line (Where possible, a straight run blooie line will be used).
- B. EOG Resources, Inc. requests a variance to regulations requiring an automatic ignitor or continuous pilot light on the blooie line. (Not required on aerated water system).
- B. EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. To reduce location excavation, the blooie line will be 75' in length.

7. EVALUATION PROGRAM:

Logs: Schlumberger Platform Express

HALS/GR/CAL, FDC/CNL/GR/CAL/PE/Dipole Sonic

T.D. to base of surface casing

Cores: None Programmed DST: None Programmed

Completion: To be submitted at a later date.

Note: If hole conditions prevent the running of open hole logs, a cased hole Dipole Sonic/Neutron/Gr

will be run in lieu of open hole logs.

EAST CHAPITA 800-16 NE/SW, SEC. 16, T9S, R23E, S.L.B.&M. **UINTAH COUNTY, UTAH**

CONFIDENTIAL

5. MUD PROGRAM

Depth INTERVAL From To	Mud Weight	Vis	WL (cc)	MUD TYPE
0' - 120'	N/A	N/A	N/A	Air
120' - 2800'	N/A	N/A	N/A	Air/Mist or Aerated Water
2800' - TD	As Needed	As Needed	<8	Aerated 4% KCL water, salt gel

NOTE: Add 400 sx KCL to system over 24 hour period after reaching 4000'. Maintain 4% system to TD. (Convert to salt gel mud system as hole conditions dictate.)

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EAST CHAPITA 800-16 NE/SW, SEC. 16, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH ONS:

8. ABNORMAL CONDITIONS:

Lost circulation probable from 1500' to 3000'+/-. Underbalanced circulation system will require rotating head. Potential gas kicks in Green River, Wasatch & Mesa Verde. Potential Shale swelling/sloughing problems. Drilling jars may be utilized depending on hole conditions, projected TD, and exposure time in the Wasatch formation. Use 4% KCL in water to stabilize the shales. Meter air and add foamer to maximize consistency of returns and maintain stable pit levels. After converting to mud system, maintain water loss at <8cc.

Possible lost circulation near top of Green River Mesa Verde Section slightly over-pressured.

9. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Kelly Clock
- C. Stabbing Valve
- D. Visual Mud Monitoring

10. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

(Attachment: BOP Schematic Diagram)

3000 PSIG DIAGRAM

ROTATING

HEAD

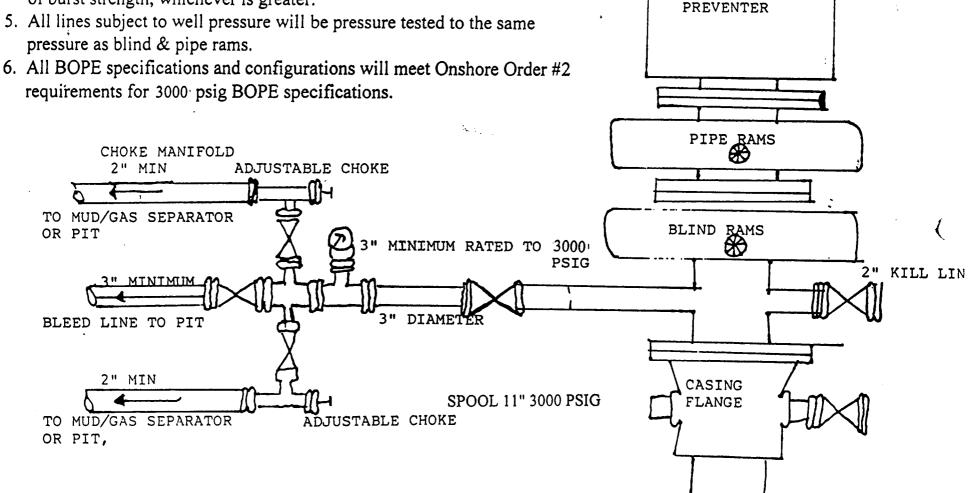
ANNULAR

FLOW LINE

ANNULAR PREVENTOR AND BOTH RAMS ARE 3000 RATED. CASING FLANGE IS 11" 3000 PSIG RATED. BOPE 11" 3000 PSIG

TESTING PROCEDURE:

- 1. BOPE 's will be tested with a professional tester to conform to Onshore Order #2 with retest every 14 days.
- 2. Blind & Pipe rams will be tested to rated working pressure, 3000 psig
- 3. Annular preventor will be tested to 50% of working pressure, 1500 psig
- 4. Casing will be tested to 0.22 psi/ft. or 1500 psig. Not to exceed 70% of burst strength, whichever is greater.
- 5. All lines subject to well pressure will be pressure tested to the same pressure as blind & pipe rams.
- requirements for 3000 psig BOPE specifications.



CONDITIONS OF APPROVAL FOR THE SURFACE USE PROGRAM OF THE APPLICATION FOR PERMIT TO DRILL

Company/Operator: <u>EOG Resources, Inc.</u>

Well Name & Number: East Chapita 800-16

Lease Number:

ML-47045

Location:

1865' FSL & 1693' FWL, NE/SW, Sec.

16, T9S, R23E, S.L.B.&M., Uintah

County, Utah

Surface Ownership:

STATE OF UTAH

NOTIFICATION REQUIREMENTS

Location Construction - forty-eight (48) hours prior to construction

of location and access roads.

Location Completion - prior to moving on the drilling rig.

Spud Notice:

- at least twenty-four (24) hours prior to

spudding the well.

Casing String and

Cementing

- twenty-four (24) hours prior to running

casing and cementing all casing strings.

BOP and related

Equipment Tests

- twenty-four (24) hours prior to running

casing and tests.

First Production

Notice

- within five (5) business days after new

Well begins or production resumes after Well has been off production for more than

ninety (90) days.

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

THIRTEEN POINT SURFACE USE PROGRAM

1. EXISTING ROADS

- A. See attached Wellsite Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.
- B. The proposed well site is located approximately 30.0 miles southeast of Ouray, Utah See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary. No off lease Right-of-Way will be required.

2. PLANNED ACCESS ROAD

- A. The access road will be approximately 0.4 miles in length. See attached TOPO Map "B".
- B. The access road has a 30 foot ROW w/ 18 foot running surface.
- C. Maximum grade on access road will be 8%.
- D. No turnouts will be required.
- E. Road drainage crossings shall be of the typical dry creek drainage crossing type.
- F. No culverts, bridges, or major cuts and fills will be required.
- G. The access road will be dirt surface.
- H. No gates, cattleguards, or fences will be required or encountered.

New or reconstructed roads will be centerlined - flagged at time of location staking.

All travel will be confined to existing access road Right-of-Way. Access roads and surface disturbing activities will conform to standards outlined in the Bureau of Land Management and Forest Service Publication: Surface Operating Standards For Oil & Gas Exploration and Development, (1989).

The road shall be upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Upgrading shall include ditching, drainage, graveling, crowning, and capping the roadbed as necessary to provide a well-constructed safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 30 foot Right-of-Way will not be allowed.

Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossings nor shall the drainages be blocked by the roadbed. Diverting water off at frequent intervals by means of cutouts shall prevent erosion of drainage ditches by

run off water. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided. As operator, EOG Resources, Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

3. LOCATION OF EXISTING WELLS WITHIN A ONE MILE RADIUS OF PROPOSED WELL LOCATION

Abandoned wells – 2*

(*See attached TOPO map "C" for location)

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

A. ON WELL PAD

- 1. Production facilities will be set on location if the well is successfully completed for production. Facilities will consist of well head valves, separator, dehy, 210 Bbl condensate tank, meter house and attaching piping. See attached facility diagram.
- 2. Gas gathering lines A 3" gathering line will be buried from dehy to the edge of the location.

B. OFF WELL PAD

- 1. Proposed location of attendant off pad flowlines shall be flagged prior to archaeological clearance.
- 2. A 3" OD steel above ground natural gas pipeline will be laid approximately 8759' from proposed location to a point in the SE/SW of Section 20, T9S, R23E, where it will tie into Questar Pipeline Co.'s existing line. Proposed pipeline crosses State of Utah administered lands, thus a Right-of-Way grant will be required.
- 3. Proposed pipeline will be a 3" OD steel, welded line laid on the surface.
- 4. Protective measures and devices for livestock and wildlife will be taken and/or installed where required.

If storage facilities/tank batteries are constructed on this lease, the facility/battery or the well pad shall be surrounded by a containment dike of sufficient capacity to contain, at a minimum, the entire contents of the largest tank within the facility/battery, unless more stringent protective requirements are deemed necessary by the authorized officer.

The production facilities will be placed on the West side of the location.

5. LOCATION & TYPE OF WATER SUPPLY

- A. Water supply will be from the Ouray Municipal Water Plant at Ouray, Utah, and/or Target Trucking Inc.'s water source in the SW/SW, Section 35, T9S, R22E, Uintah County, Utah (State Water Right #49-1501). Produced water from the Chapita Wells and Stagecoach Units will also be used.
- B. Water will be hauled by a licensed trucking company.
- C. No water well will be drilled on lease.

6. SOURCE OF CONSTRUCTION MATERIAL

- A. All construction material for this location and access road will be of native borrow and soil accumulated during the construction of the location.
- B. No mineral materials will be required.

7. METHODS OF HANDLING WASTE DISPOSAL

A. METHODS AND LOCATION

- 1. Cuttings will be confined in the reserve pit.
- 2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
- 3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at an approved waste disposal facility.
- 4. Produced wastewater will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. After the 90 day period, the produced water will be disposed of at one of the following three locations: Natural Buttes Unit 21-20B SWD, Ace Disposal, or EOG Resources, Inc. drilling operations (Chapita Wells Unit, Natural Buttes Unit & Stagecoach Unit).
- 5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.
- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in the reserve pit or be removed and disposed of at an authorized disposal site. Introduction of well bore hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

Burning of trash will not be allowed. All trash must be contained in a trash cage and hauled away to an approved disposal site at the completion of the drilling activities.

The reserve pit will be constructed so as not to leak, break, or allow discharge.

The reserve pit shall not be lined.

8. ANCILLARY FACILITIES

A. No airstrips or camps are planned for this well.

9. WELLSITE LAYOUT

- A. Refer to attached well site plat for related topography cuts and fills and cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation, parking areas, and access road.

The reserve pit will be located on the Southeast corner of the location. The flare pit will be located downwind of the prevailing wind direction on the South side of the location, a minimum of 100 feet from the well head and 30 feet from the reserve pit fence.

The stockpiled topsoil will be stored on the along the North side.

Access to the well pad will be from the East.

Corner #8 will be rounded off to minimize excavation.

FENCING REQUIREMENTS:

All pits will be fenced according to the following minimum standards:

- A. Thirty-nine inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence).
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner as to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than 16 feet.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off the location. Pits will be fenced and maintained until clean-up.

10. PLANS FOR RESTORATION OF SURFACE

A. PRODUCING LOCATION

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

11. SURFACE OWNERSHIP

Access road: State of Utah
Location: State of Utah

12. OTHER INFORMATION

A. EOG Resources, Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the AO. Within five working days the AO will inform the operator as to:

-whether the materials appear eligible for the National Register of Historic Places;

-the mitigation measures the operator will likely have to undertake before the site can be used.

-a time frame for the AO to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs. The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that required mitigation has been completed, the operator will then be allowed to resume construction.

Additional Surface Stipulations

None

LESSEE'S OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION

OPERATIO	OPERATIONS			
EOG Resources, Inc.	EOG Resources, Inc.	Ed Trotter		
P.O. Box 250	P.O. Box 1815	P.O. Box 1910		
Big Piney, WY 83113	Vernal, UT 84078	Vernal, UT 84078		
Jim Schaefer	George McBride	Telephone: (435)789-4120		
Telephone (307)276-3331	Telephone (435)789-0790	Fax: (435)789-1420		
compliance is made Orders, the approval EOG Resources, Inc copy of these condit compliance. Certification I hereby certify that I, or per proposed drillsite and access exist; that the statements may correct; and that the work at performed by EOG Resources	rsons under my direct supervises route; that I am familiar with the Plan are, to the best ssociated with the operations p	ations, Onshore Oil and Gas explicable Notice to Lessees. extions of their subcontractors. A eld representative to insure sion, have inspected the a the conditions that presently of my knowledge, true and proposed herein will be d subcontractors in conformity		

Agent

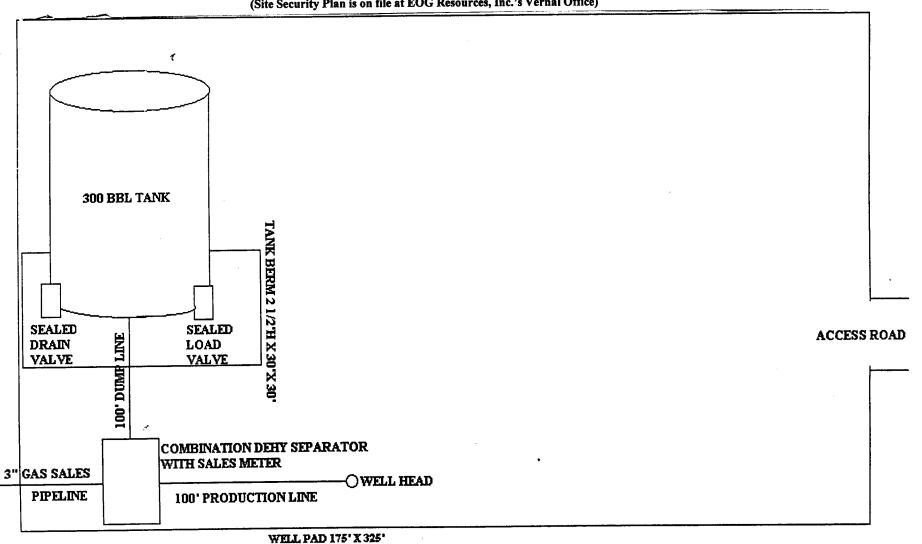
Date

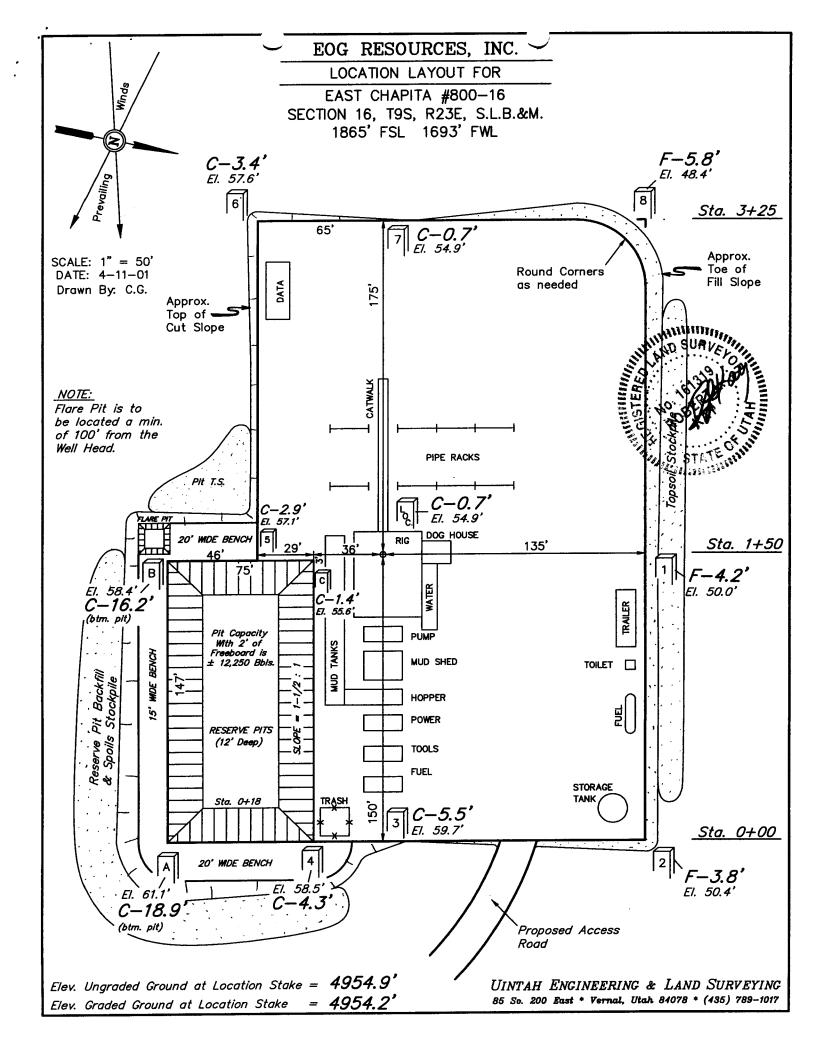
SITE FACILITY DIAGRAM

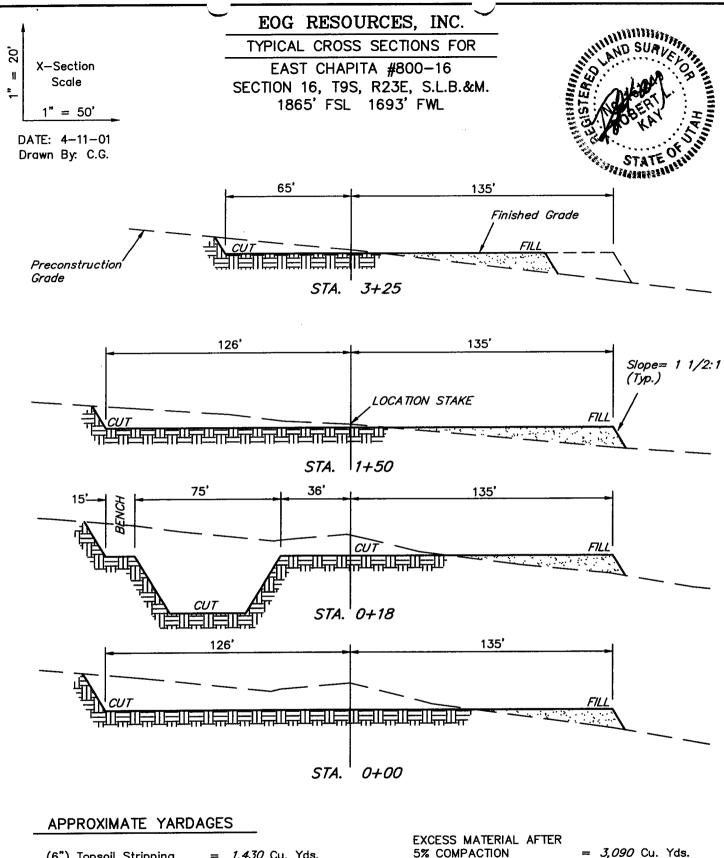
EAST CHAPITA 800-16 NE/SW, SEC. 16, T9S, R23E UINTAH COUNTY, UTAH LEASE NO. ML-47045 UTAH STATE LANDS



(Site Security Plan is on file at EOG Resources, Inc.'s Vernal Office)







= 1,430 Cu. Yds. (6") Topsoil Stripping

Remaining Location = 6,230 Cu. Yds.

> TOTAL CUT = 7,660 CU.YDS.

> = 4,340 CU.YDS. **FILL**

Topsoil & Pit Backfill

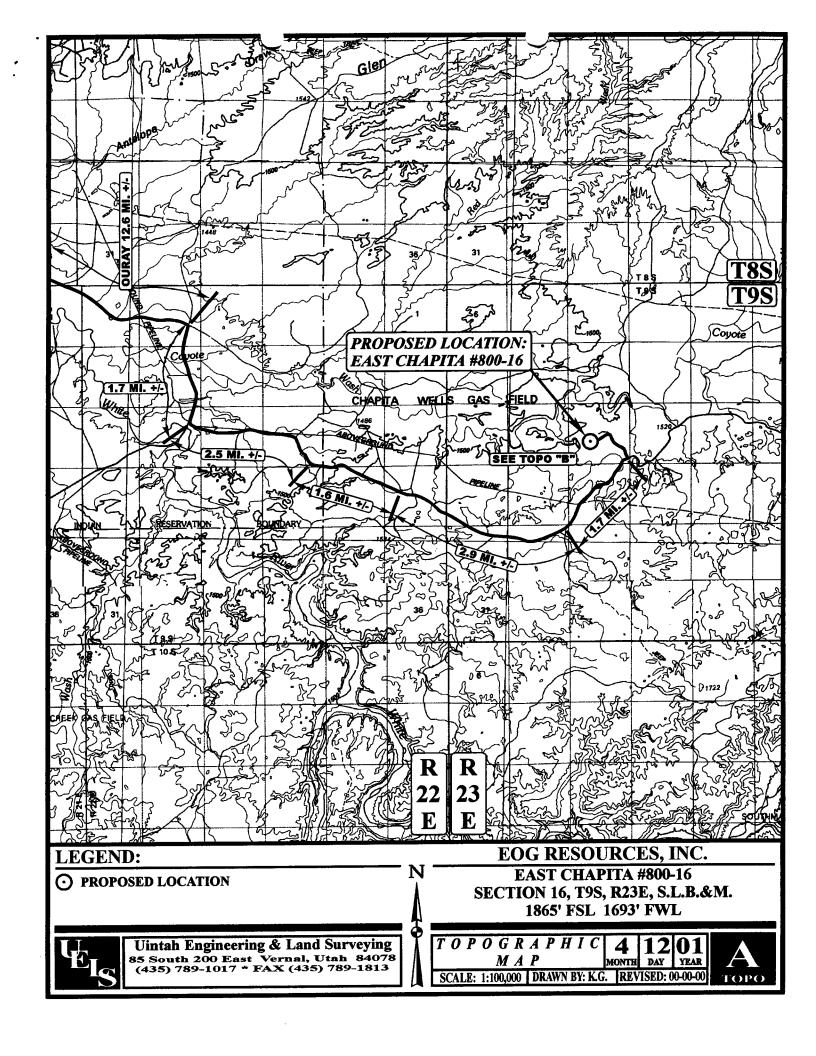
= 3,090 Cu. Yds.

(1/2 Pit Vol.)

Cu. Yds. EXCESS UNBALANCE

(After Rehabilitation)

UINTAH ENGINEERING & LAND SURVEYING 85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017



EOG RESOURCES, INC.

EAST CHAPITA #800-16 LOCATED IN UINTAH COUNTY, UTAH

SECTION 16, T9S, R23E, S.L.B.&M.

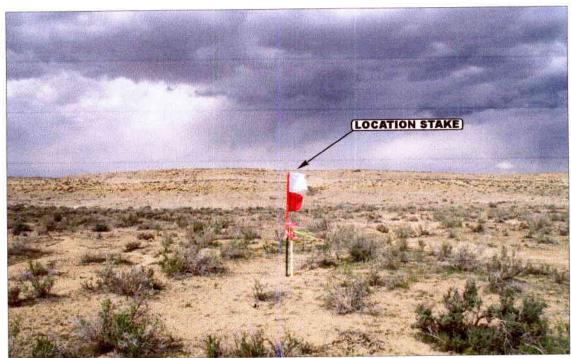


PHOTO: VIEW OF WELL LOCATION STAKE

CAMERA ANGLE: NORTHERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

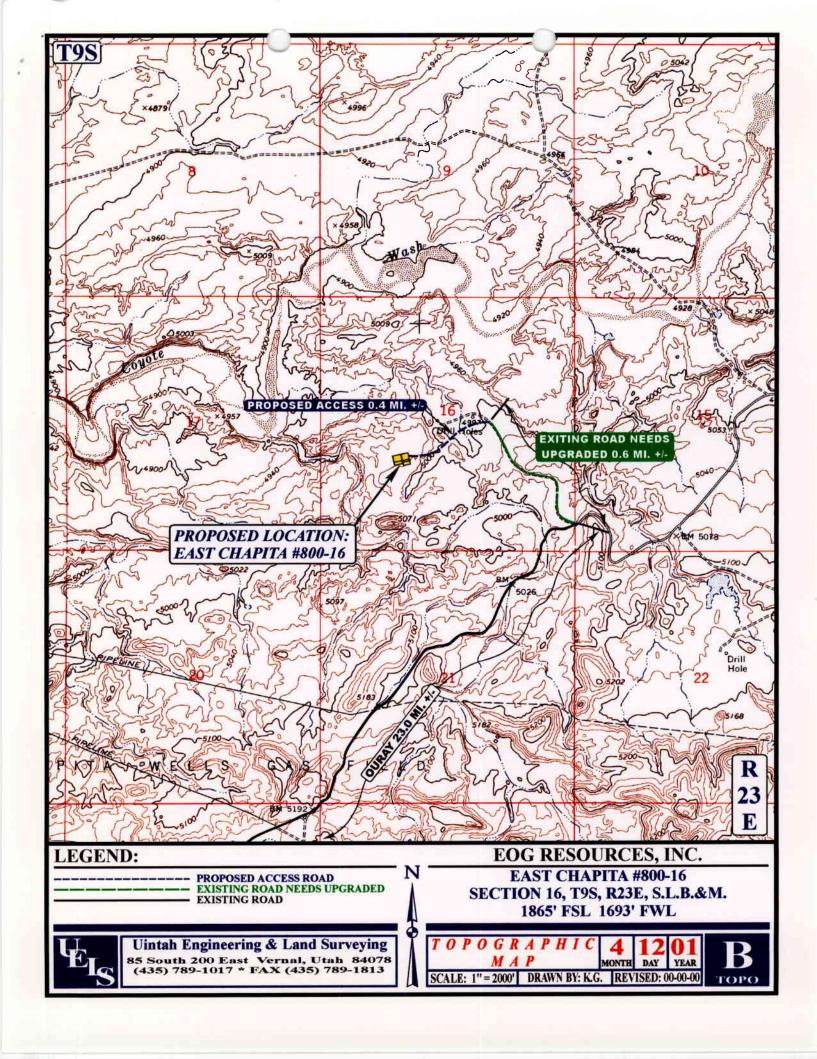
CAMERA ANGLE: WESTERLY

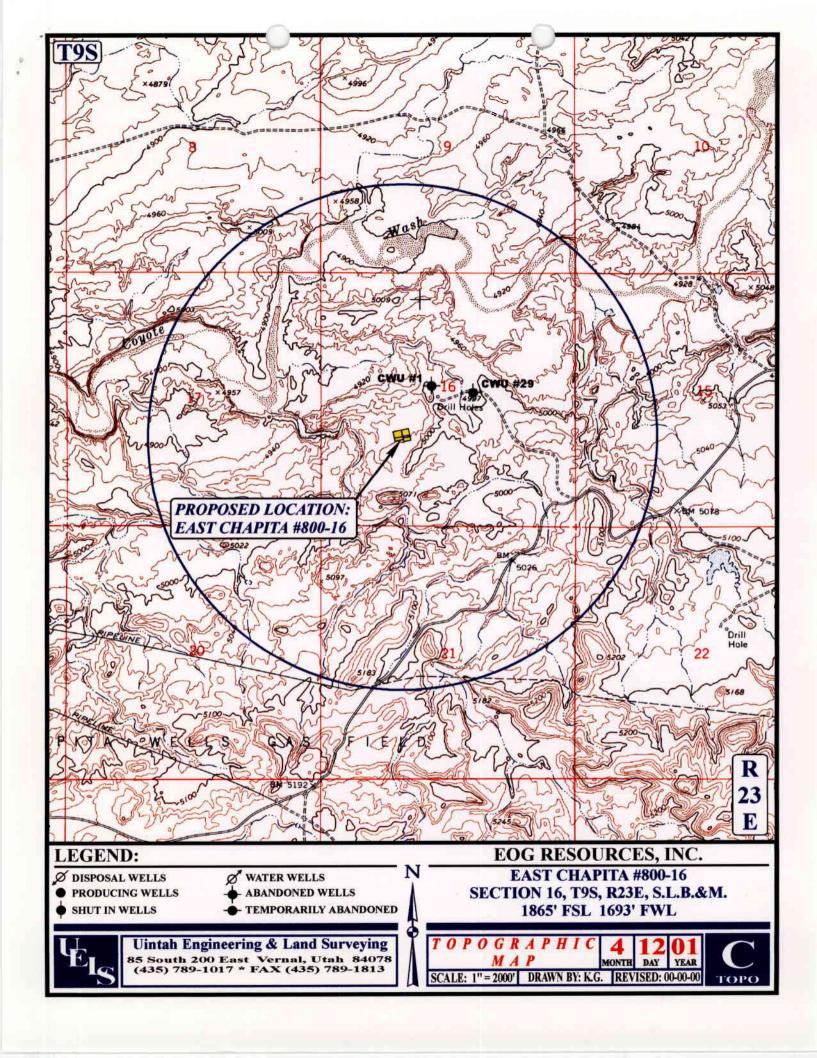


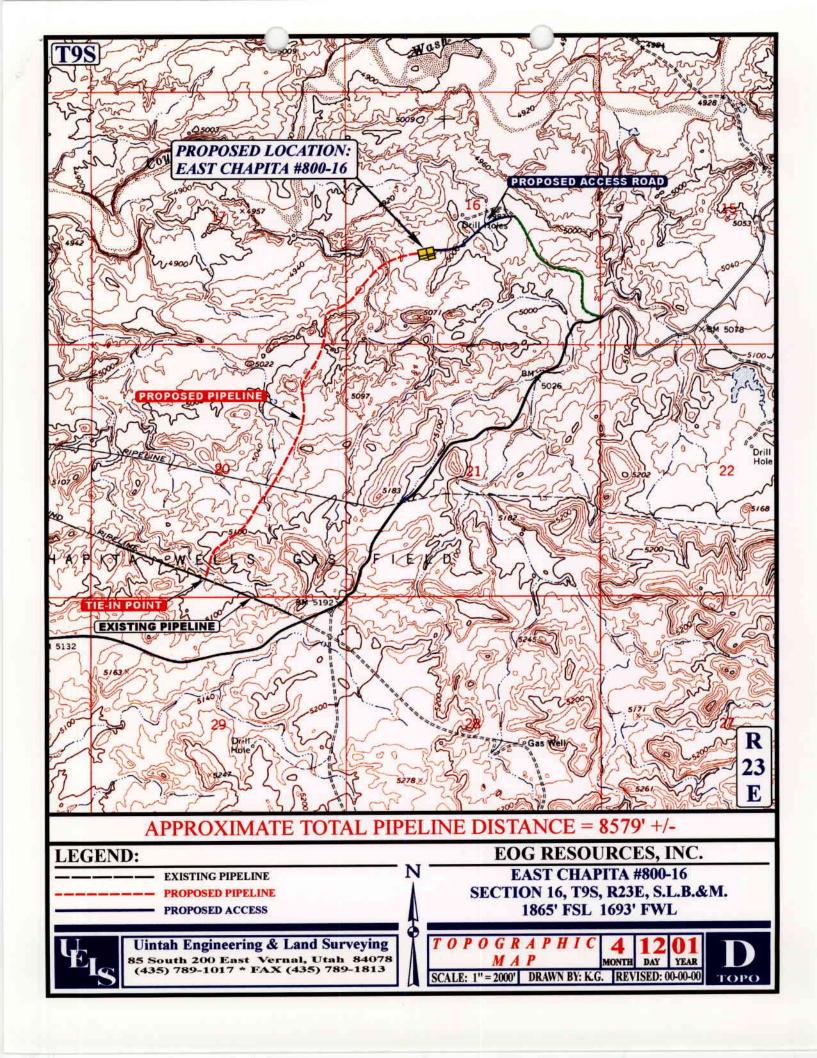
Uintah Engineering & Land Surveying S 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

LOCATION PHOTOS

YEAR MONTH DAY TAKEN BY: J.F. DRAWN BY: K.G. REVISED: 00-00-00







WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 05/14/2001	API NO. ASSIGN	ED: 43-047-340	73
WELL NAME: E CHAPITA 800-16 OPERATOR: EOG RESOURCES INC (N9550) CONTACT: ED TROTTER, AGENT	PHONE NUMBER: 4	35-789-4120	
PROPOSED LOCATION:	INSPECT LOCATI	1 BY: / ,	/
NESW 16 090S 230E SURFACE: 1865 FSL 1693 FWL	Tech Review	Initials	Date
BOTTOM: 1865 FSL 1693 FWL UINTAH	Engineering	RAM	6/4/01
NATURAL BUTTES (630)	Geology		
LEASE TYPE: 3 - State	Surface		
SURFACE OWNER: 3 - State PROPOSED FORMATION: MVRD RECEIVED AND/OR REVIEWED:	LOCATION AND SIT	ING:	
Plat	R649-2-3.	Unit	
Bond: Fed[] Ind[] Sta[3] Fee[] (No. JP-0921) Potash (Y/N) Oil Shale (Y/N) *190-5 (B) or 190-3 Water Permit (No. MUNICIPAL) RDCC Review (Y/N) (Date:) NA Fee Surf Agreement (Y/N)	R649-3-2. R649-3-3. R649-3-3. Drilling Un Board Cause Eff Date: Siting:	General From Qtr/Qtr & 920' Exception it e No:	Between Wells
COMMENTS: Need Presit. (5-29-01)			
STATEMENT &	F Basis		



OPERATOR: EOG RESOURCES INC (N9550)

SEC. 16, T9S, R23E

FIELD: NATURAL BUTTES (630)

COUNTY: UINTAH SPACING: R649-3-3/EX LOC

NATURAL BUTTES FIE	ELD
9	10
CWU 1	15 CHAPITA FED 15-2
CHAPITA WELLS UNIT CAUSE 179-8 (8-10-99)	CWU 10 ◆
21	22
	CWU1 16 CWU29 E CHAPITA 800-16 CHAPITA WELLS UNIT CAUSE 179-8 (8-10-99)

PREPARED BY: LCORDOVA DATE: 16-MAY-2001

ON-SITE PREDRILL EVALUATION Division of Oil, Gas and Mining

OPERATOR: EOG RESOURCES, INC.
WELL NAME & NUMBER: EAST CHAPITA 800-16
API NUMBER: 43-047-34073
LEASE: ML-47045 FIELD/UNIT: NATURAL BUTTES
LOCATION: 1/4,1/4 NE/SW SEC:16 TWP:9S RNG: 23E
1693' F W L 1865' F S L
LEGAL WELL SITING: Statewide 400 foot window in center of 40
acre tract and no closer than 920 feet from
another well.
GPS COORD (UTM): 12641998E 4432729N
SURFACE OWNER: STATE OF UTAH
PARTICIPANTS:
ED TROTTER (EOG), DAVID W.HACKFORD (DOGM),
PROTONAL /LOCAL COMMING C MODOCDADINA
REGIONAL/LOCAL SETTING & TOPOGRAPHY:
SITE IS IN A BROAD BOWL WITH LOW ROCKY RIDGES TO THE NORTH, EAST AND SOUTH. DRAINAGE IS TO THE NORTH FOR 200' THEN TO THE WEST.
COYOTE WASH IS ONE MILE TO THE NORTH.
COTOTE WASH 15 ONE MIDD TO THE NORTH.
SURFACE USE PLAN:
CURRENT SURFACE USE: WILDLIFE AND LIVESTOCK GRAZING.
HUNTING.
THE PARTY OF THE PARTY PRINCE AND THE PARTY PART
PROPOSED SURFACE DISTURBANCE: LOCATION WOULD BE 325' BY 246' AND ACCESS ROAD WOULD BE 0.4 MILES OF NEW CONSTRUCTION AND
0.6 MILES OF TWO TRACK NEEDING UPGRADED.
O.O MIDDO OF TWO HAVER NEEDENO OF GRADES.
LOCATION OF EXISTING WELLS WITHIN A 1 MILE RADIUS: SEE
ATTACHED MAP FROM GIS DATABASE
LOCATION OF PRODUCTION FACILITIES AND PIPELINES:
ALL PRODUCTION FACILITIES WILL BE ON LOCATION AND ADDED AFTER DRILLING WELL. PIPELINE WILL RUN TO THE SOUTHWEST FOR
1.3 MILES AND TIE INTO AN EXISTING LINE AT THIS POINT.
1.5 MILLO MAD THE HATOTHA DIMIDITING LIMIT THE COLUMN
SOURCE OF CONSTRUCTION MATERIAL: ALL CONSTRUCTION MATERIAL
WILL BE BORROWED FROM SITE DURING CONSTRUCTION OF LOCATION.
ANCILLARY FACILITIES: NONE WILL BE REQUIRED.

WASTE MANAGEMENT PLAN:

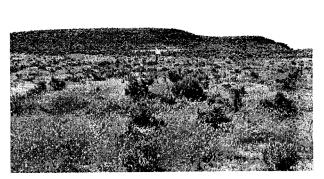
DRILLED CUTTINGS WILL BE SETTLED INTO RESERVE PIT. LIQUIDS FROM PIT WILL BE ALLOWED TO EVAPORATE. FORMATION WATER WILL BE CONFINED TO STORAGE TANKS. SEWAGE FACILITIES, STORAGE AND DISPOSAL WILL BE HANDLED BY COMMERCIAL CONTRACTOR. TRASH WILL BE CONTAINED IN TRASH BASKETS AND HAULED TO AN APPROVED LAND FILL.

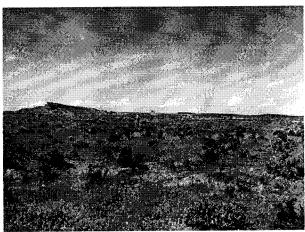
ENVIRONMENTAL PARAMETERS:

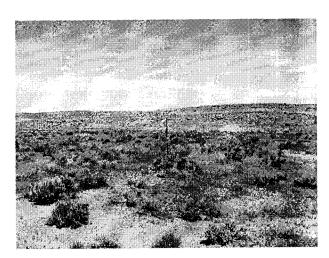
AFFECTED FLOODPLAINS AND/OR WETLANDS: NONE			
FLORA/FAUNA: NATIVE GRASSES, SAGE, SALTBRUSH, CHEATGRASS,			
GREASEWOOD, PRICKLY PEAR: PRONGHORN, COYOTE, SONG BIRDS, RAPTORS.			
SOIL TYPE AND CHARACTERISTICS: LIGHT BROWN SANDY CLAY.			
EROSION/SEDIMENTATION/STABILITY: <u>VERY LITTLE NATURAL</u> EROSION. SEDIMENTATION AND STABILITY ARE NOT A PROBLEM AND			
LOCATION CONSTRUCTION SHOULDN'T CAUSE ANY INCREASE IN			
STABILITY OR EROSION PROBLEMS.			
PALEONTOLOGICAL POTENTIAL: NONE OBSERVED.			
RESERVE PIT:			
CHARACTERISTICS: 147' BY 75' AND 12' DEEP.			
LINER REQUIREMENTS (Site Ranking Form attached):			
A LINER WILL NOT BE REQUIRED FOR RESERVE PIT.			
SURFACE RESTORATION/RECLAMATION PLAN:			
AS PER S.I.T.L.A.			
SURFACE AGREEMENT: AS PER S.I.T.L.A.			
CULTURAL RESOURCES/ARCHAEOLOGY: SITE WAS INSPECTED BY JIM			
TRUESDALE, AN INDEPENDENT ARCHAEOLOGICAL CONSULTANT. A			
REPORT OF THIS INVESTIGATION WILL BE PLACED ON FILE.			
OTHER OBSERVATIONS/COMMENTS:			
THE PRE-DRILL INVESTIGATION TOOK PLACE ON A HOT BREEZY DAY.			
THE PRE-DRIBE INVESTIGATION TOOK PLACE ON A HOT DRIBET DAT.			
ATTACHMENTS:			
PHOTOS OF SITE WILL BE PLACED ON FILE.			
DAVID W. HACKFORD 11:00 AM- 5/29/2001			
DOGM REPRESENTATIVE DATE/TIME			

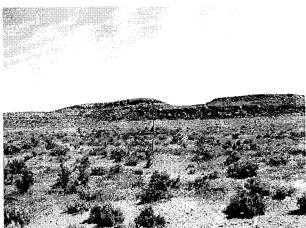
Evaluation Ranking Criteria and Ranking Score For Reserve and On-site Pit Liner Requirements

Site-Specific Factors	Ranking	Site Ranking
Distance to Groundwater (feet)		
>200	0	
100 to 200	5	
75 to 100	10	
25 to 75	15	
<25 or recharge area	20	5
-		
Distance to Surf. Water (feet)		
>1000	0	
300 to 1000	2	
200 to 300	10	
100 to 200	15	
< 100	20	0
Distance to Nearest Municipal Well (feet)		
>5280	0	
1320 to 5280	5	
500 to 1320	10	
<500	15	0
1300		
Distance to Other Wells (feet)		
>1320	0	
300 to 1320	10	
<300	20	0
1000		
Native Soil Type		
Low permeability	0	
Mod. permeability	10	
High permeability	20	0
•		
Fluid Type		
Air/mist	0	
Fresh Water	5	
TDS >5000 and <10000	15	
TDS >10000 or Oil Base	20	
Mud Fluid containing high		
levels of hazardous constituents		5
Drill Cuttings		
Normal Rock	0	
Salt or detrimental	10	0
Annual Precipitation (inches)	_	
<10	0	
10 to 20	5	
>20	10	0
Affected Populations		
<10	0	
10 to 30	6	
30 to 50	8	
>50	10	0
Presence of Nearby Utility		
Conduits		
Not Present	0	
Unknown	10	_
Present	15	0
		* ^
Final Score		10









DIVISION OF OIL, GAS AND MINING APPLICATION FOR PERMIT TO DRILL STATEMENT OF BASIS

Operator Name: <u>E0G RESOURCES, INC.</u>
Well Name & Number: EAST CHAPITA 800-16
API Number: 43-047-34073
Location: 1/4,1/4 <u>NE/SW</u> Sec. <u>16</u> T. <u>9S</u> R. <u>23E</u>
Geology/Ground Water:
EOG has proposed setting 120' of conductor pipe and 2800' of surface casing in the
proposed well. The depth to the moderately saline ground water at this location is
estimated to be at approximately 500 feet. A search of records with the Division of Water
Rights shows no underground water wells within 10,000' of the proposed location. The
near-surface geology of this area is made up of interbedded sandstones and shales of the
<u>Uinta Formation.</u> The sandstones of the Uinta Formation are lenticular and discontinuous
and would not constitute an extensive water reservoir. The proposed casing program
should adequately protect any potential sources of useable underground water.
Reviewer: <u>Brad Hill</u> Date: <u>05/30/2001</u>
Surface:
The pre-drill investigation of the surface was performed on 5/29/2001. Ed Bonner with
S.I.T.L.A. and Jack Lytle with D.W.R. were notified of this investigation on 5/21/2001.
Neither chose to attend. This site appears to be the best spot for a location in the
immediate area. The access road to this site will begin at a PA marker located in SW/NE
Sec 16, 9S, 23E. This PA is the CWU 29 drilled by Belco Pet. Corp. in 1961.
Reviewer: David W. Hackford
Date: 5/29/2001
Conditions of Approval/Application for Permit to Drill:
None.

UTAH DIVISION OF WATER RIGHTS WATER RIGHT POINT OF DIVERSION PLOT CREATED WED, MAY 30, 2001, 8:20 AM PLOT SHOWS LOCATION OF 0 POINTS OF DIVERSION

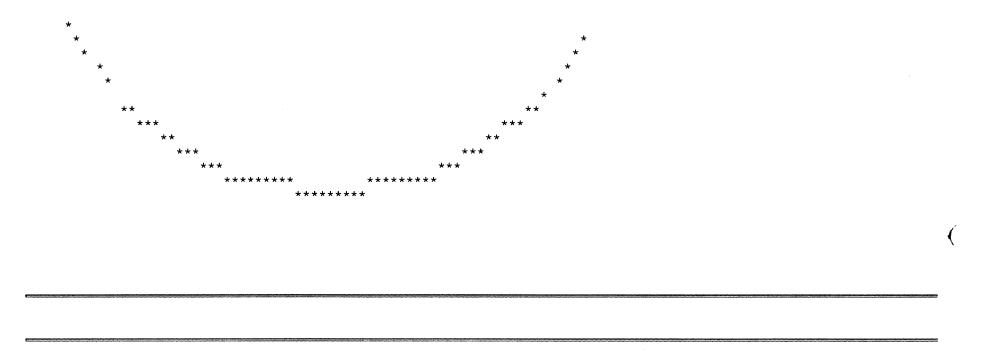
PLOT OF AN AREA WITH A RADIUS OF 10000 FEET FROM A POINT FEET, FEET OF THE NW CORNER, SECTION 16 TOWNSHIP 9S RANGE 23E SL BASE AND MERIDIAN

PLOT SCALE IS APPROXIMATELY 1 INCH = 4000 FEET

N O R T H

******** ***

5/30/01 8:49 AM



Well name:

06-01 EOG EC 800-16

Operator:

EOG

String type:

Production

Location:

Collapse

Uintah Co.

Design is based on evacuated pipe.

Project ID:

43-047-34073

Minimum design factors:

Collapse: Design factor **Environment:**

H2S considered? Surface temperature: No 65 °F

Bottom hole temperature: Temperature gradient:

191 °F 1.40 °F/100ft

Minimum section length:

220 ft

Burst:

Design factor

1.00 Cement top:

1.125

1.80 (J)

1.80 (J)

1.60 (J)

1.50 (J)

1.50 (B)

4.105 ft

Burst

Max anticipated surface

pressure: Internal gradient:

Design parameters:

Mud weight:

0 psi 0.447 psi/ft

8,600 ppg

Calculated BHP

4,023 psi

No backup mud specified.

Tension:

8 Round STC: 8 Round LTC:

Buttress: Premium:

Body yield:

Tension is based on air weight. Neutral point: 7,847 ft Non-directional string.

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	9005	4.5	11.60	N-80	LT&C	9005	9005	3.875	208.7
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	4023	6350	1.58	4023	7780	1.93	104	223	2.13 J

R.A.McKEE Prepared

Utah Dept. of Natural Resources

Date: June 4,2001 Salt Lake City, Utah

ENGINEERING STIPULATIONS: NONE

Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Collapse is based on a vertical depth of 9005 ft, a mud weight of 8.6 ppg The casing is considered to be evacuated for collapse purposes. Burst strength is not adjusted for tension.

Well name:

06-01 EOG EC 800-16

Operator:

EOG

String type: Surface

Design parameters:

Project ID:

43-047-34073

Location:

Uintah Co.

Environment: Minimum design factors:

Collapse

Mud weight: 8,400 ppg Design is based on evacuated pipe.

Collapse: Design factor 1.125

H2S considered?

No Surface temperature: 65 °F 104 °F Bottom hole temperature:

1.40 °F/100ft Temperature gradient: Minimum section length: 220 ft

Burst:

Design factor

1.00

1.80 (J)

1.80 (J) 1.60 (J)

1.50 (J)

1.50 (B)

2,452 ft

Cement top:

Surface

Burst

Max anticipated surface

No backup mud specified.

pressure: Internal gradient: Calculated BHP

0 psi

0.442 psi/ft 1,236 psi

Tension:

8 Round STC: 8 Round LTC:

Buttress: Premium:

Body yield:

Neutral point:

Tension is based on air weight.

Non-directional string.

Re subsequent strings:

Next setting depth: Next mud weight: Next setting BHP:

9,200 ft 8.500 ppg 4,062 psi 19.250 ppg

Fracture mud wt: Fracture depth: Injection pressure

2,800 ft 2,800 psi

Run	Segment		Nominal		End	True Vert	Measured	Drift	Internal
Seq	Length (ft)	Siz e (in)	Weight (lbs/ft)	Grade	Finish	Depth (ft)	Depth (ft)	Diameter (in)	Capacity (ft³)
1	2800	9.625	36.00	J-55	ST&C	2800	2800	8.796	199.4
Run	Collapse	Collapse	Collapse	Burst	Burst	Burst	Tension	Tension	Tension
Seq	Load (psi)	Strength (psi)	Design Factor	Load (psi)	Strength (psi)	Design Factor	Load (Kips)	Strength (Kips)	Design Factor
1	1222	2020	1.65	1236	3520	2.85	101	394	3. <u>91</u> J

Prepared

R.A.McKEE

Utah Dept. of Natural Resources

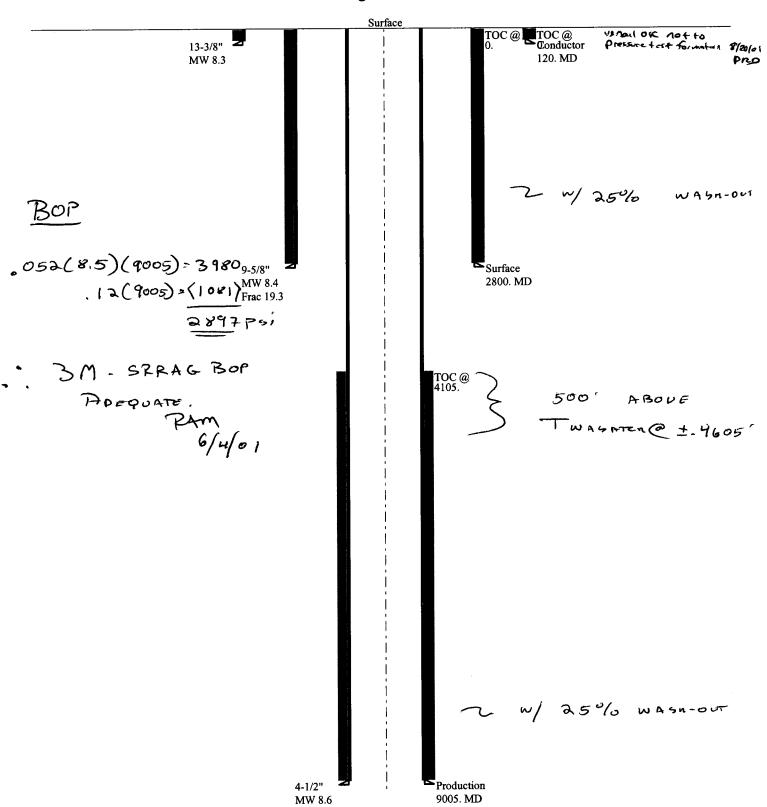
Date: June 4,2001 Salt Lake City, Utah

ENGINEERING STIPULATIONS: NONE

Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension. Collapse is based on a vertical depth of 2800 ft, a mud weight of 8.4 ppg The casing is considered to be evacuated for collapse purposes. Burst strength is not adjusted for tension.

06-01 EOG EC 800-16

Casing Schematic



EOG Resources, Inc.

LESSEE'S OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION

OPERATIONS

PERMITTING EOG Resources, Inc. **Ed Trotter**

P.O. Box 250 P.O. Box 1815 P.O. Box 1910 Big Piney, WY 83113 Vernal, UT 84078 Vernal, UT 84078

Jim Schaefer George McBride Telephone: (435)789-4120 Telephone (307)276-3331 Telephone (435)789-0790 Fax: (435)789-1420

All lease or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approval plan of operations, and any applicable Notice to Lessees. EOG Resources, Inc. is fully responsible for the actions of their subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

Certification

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions that presently exist; that the statements made in the Plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and subcontractors in conformity with this Plan and the terms and conditions under which it is approved.



FAX COVER SHEET

FROM: ED TROTTER

FAX NO. 435-789-1420

TELEPHONE NO. 435-789-4120

TO:	UDOG & M	
FAX NO.	801-359-3940	
ATTENTION: _	LESHA CORDOVA	
DATE:	6-12-2001	
TOTAL NUMBER	R OF PAGES INCLUDING COVER PAGE:	2
All information containe receive this fax in error,	d in this facsimile is confidential and is solely directed to the abover there is a problem with the transmission, please call: 1-435-789	e named recipient, If you -4120. Thank you.
Lesha,		V
Attached ple apologies for not hav	ase find a signed certification page for the East Chapi ring signed the first one.	ta 800-16 Permit. My
Thank you.		



Michael O. Leavitt
Governor
Kathleen Clarke
Executive Director
Lowell P. Braxton
Division Director

Michael O. Leavitt
Governor
Salt Lake City, Utah 8
801-538-5340
801-538-7223 (TDD)

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax)

June 13, 2001

EOG Resources, Inc. PO Box 1815 Vernal, UT 84078

Re:

East Chapita 800-16 Well, 1865' FSL, 1693' FWL, NE SW, Sec. 16, T. 9 South,

R. 23 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

Appropriate information has been submitted to DOGM and administrative approval of the requested exception location is hereby granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-34073.

Sincerely,

John R. Baza

Associate Director

er

Enclosures

cc:

Uintah County Assessor

SITLA

Operator:		EOG Resources, Inc.					
Well Name & Number_	*** * * * *	East Chapita 800-16					
API Number:		43-047-34073					
Lease:		ML 47045					
Location: NE SW	Sec. 16	T. 9 South R. 23 East					

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. **Notification Requirements**

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- 24 hours prior to cementing or testing casing
- 24 hours prior to testing blowout prevention equipment

- 24 hours prior to spudding the well
- within 24 hours of any emergency changes made to the approved drilling program
- prior to commencing operations to plug and abandon the well

The following are Division of Oil, Gas and Mining contacts and their work telephone numbers (please leave a voice mail message if the person is not available to take the call):

- Dan Jarvis at (801) 538-5338
- Carol Daniels at (801) 538-5284 (spud)

3. **Reporting Requirements**

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- Compliance with the State of Utah Antiquities Act forbids disturbance of archeological, 4. historical, or paleontological remains. Should archeological, historical or paleontological remains be encountered during your operations, you are required to immediately suspend all operations and immediately inform the Trust Lands Administration and the Division of State History of the discovery of such remains.
- Compliance with the Conditions of Approval/Application for Permit to Drill outlined in 5. the Statement of Basis. (Copy Attached)

(2/89)

STATE OF UTAH

ENTITY ACTION FORM - FORM 6

OPERATOR: EOG Resources, Inc.

ADDRESS: P.O. BOX 250

BIG PINEY, WYOMING 83113

FAX: JIM THOMPSON

(801) 359-3940

ACTIO		NEW ENTITY NO.	API	WELL NAME		LOCAT	TON			SPUO	EFFECTIVE	
	- CHIIII NO.	ENITTY NO.			QQ	SEC.	TP	RG	COUNTY	DATE	DATE	
A 1 CON	99999 MENTS:	13279	43-019-3138 ⁷	MOON RIDGE FED. 31-21X	NW/NE	21	168	21E	GRAND	7/01/2001	9-4-01	
9	-4-01											
A	99999 MENTS:	13273	43-047-34073	EAST CHAPITA 800-16	NE/SW	16	98	23E	UINTAH	8/7/2001	0.10	
	-29-01			ONFIDENTIAL					OINTAT	1 6///2001	8.29.0	
COM	MENTS:											
							Т	\neg				
:OMI	MENTS:					!						
					1							
OM	ENTS:								ļ			
TIONS	CODES (See in A - Establish no	structions on b ew entity for ne	eack of form) w well (single well o	nitu)				تىي-	/- 0	. 0.		
	B - Add new we	ell to existing en	olity (group or unit w	el)			S	ignatu	shy Co	erlse		
	D - Re-assign v	veli from one ex	disting entity to anoth	ner existing entliy v entity			R	legulat	ory Analysi		7/29/2001	
	E - Other (expla	ain in comment	8 section)				Т	itie		1	Date	
E:	USE COMMENT	T section to exp	lain why each Actio	n Code was selected.			n	A	B	4		

2001

Phone No.

(307) 276-3331

OPERATOR ACCT. NO. N

DIVISION OF OIL, GAS AND MINING

In law land ber Win har

(3/89)

STATE OF UTAH

DIVISION OF OIL, GAS AND MINING

OPERATOR: EOG Resources, Inc.

ADDRESS: P.O. BOX 250

P.O. BOX 250

FAX: JIM THOMPSON (801) 359-3940

N9550

ENTITY ACTION FORM - FORM 6

BIG PINEY, WYOMING 83113

ACTION	CURRENT	NEW	AP1	WELL NAME		LOCAT	LON			SPUD	EFFECTIVE	
CODE	ENTITY NO.	ENTITY NO.	NUMBER		QQ	SEC.	TP	RG	COUNTY	DATE	DATE	
A	99999	13142	43-019-31381	MOON RIDGE FED. 31-21X	NW/NE	21	168	21E	GRAND	7/01/2001	1-6-01	
1 COMME	ENTS:											
1-6	-01									,		
, A	99999	13273	43-047-34073	EAST CHAPITA 800-16	NE/SW	16	98	23E	UINTAH	8/7/2001	8-29-01	
2 COMME 8-2	NTS: 9-0/			CONFIDENTIAL								
3 COMME		<u> </u>			<u> </u>	L	L	L		<u> </u>	<u> </u>	
			· · · · · · · · · · · · · · · · · · ·								<u> </u>	
COMME	ENTS:					•						
					1							
COMM	ENTS:		<u></u>		<u> </u>	<u> </u>	<u> </u>					
		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,								<u> </u>		
	•		back of form) new well (single wel	l centra				7	John (alle	_	
		-	entity (group or unit	* -				Signa				
		•		nother existing entity				Regu	latory Arialys	1	7/29/200	
	_		existing entity to a	new entity				Title			Date	
IOTE:		plizin in comme		ction Code was selected.				Phone	a Nin	(307) 276-	3331	
		BIT BERNEAU LA										

-736 P.02/02 F-

OPERATOR ACCT. NO. N

3072763335

Aug-28-01 03:49pm

From-EOG - BIG PINEY, NY.

FORM 3160-5 (December 1989)

UNITED STATES DEPARTMENT O HE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICE AND REPORTS ON WELLS

FOR	M APPROVED	
Budg	geta No. 1004-0135	
Expi	res September 30, 1990	
5.	Lease Designation and Serial No.	
	ML 47045	
6.	If Indian, Allottee or Tribe Name	
7.	If Unit or C.A., Agreement Designation	_

Do not use this form for proposals to drill or to Use "APPLICATION FOR PER		If Indian, Allottee or Tribe Name 7. If Unit or C.A., Agreement Designation
Oil Gas WELL X Well Name of Operator EOG Resources, Inc.	Other CONFIDENTIAL	8. Well Name and No. EAST CHAPITA 800-16
3. Address and Telephone No. P.O. BOX 250, BIG PINEY, WY 8311.	3 (307) 276-3331	9. API Well No. 43-047-34073
4. Location of Well (Footage, Sec., T., R., M., or Surv. 1865' FSL - 1693' FWL (NE/SW) SECTION 16, T9S, R23E	ey Description)	10. Field and Pool or Exploratory Area CHAPITA WELLS/WASATCH 11. County State UINTAH, UTAH
12. CHECK APPROPRIATE BOX(s) TO INDICATE	NATURE OF NOTICE, REPORT, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION	
NOTICE OF INTENT	ABANDONMENT RECOMPLETION	CHANGE OF PLANS NEW CONSTRUCTION
X SUBSEQUENT REPORT	PLUGGING BACK CASING REPAIR	NON-ROUTINE FRACTURING WATER SHUT-OFF
FINAL ABANDONMENT NOTICE	ALTERING CASING X OTHER SPUDI	CONVERSION TO INJECTION
	(Note: Report results of multiple	completion on Well Completions
	or Recompletion Report and	d Log Form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details and give pertinent dates, including estimated date of starting any proposed work if well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work).

EOG Resources, Inc. spud 12-1/4" surface hole at the subject location 8/07/2001. The contractor was Dall Cook's Air Drilling. Ed Forsman of the Vernal BLM District office and Carol Daniels of the Utah Division of Oil, Gas & Mining were notified of spud 8/08/2001.



AUG 110 2001

DIVISION OF OIL, GAS AND MINING

14. I hereby certify that the foregoing is true and correct			
SIGNED TOTAL CARILLY	TITLE Regulatory Analyst	DATE 8/08/2001	
(This space for Federal or State office use)			
APPROVED BY	TITLE	DATE	
CONDITIONS OF APPROVAL, IF ANY:		:	

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

FORM 3160-5 (December 1989)	UNITE DEPARTMENT BUREAU OF LA			FORM APPROVED Budget R: 1 No. 1004-0 35 ONFIDENTIAL Expires				
AMENDED 8/18/2001	SUNDRY NOTICE	AND REPORT	'S ON WELLS		Lease Designation and Serial No. ML 47045			
Do not us	se this form for proposals to drill or t (se "APPLICATION FOR PER)	o deepen or reentry	to a different reservoir.		If Indian, Allottee or Tribe Name			
		T IN TRIPLICA	•	7.	If Unit or C.A., Agreement Designation			
1. Type of Well	ii Coo							
	il Gas ELL X Well	Other		8.	Well Name and No.			
2. Name of Oper	ator			-	EAST CHAPITA 800-16			
EOG I	Resources, Inc.							
3. Address and T	•				API Well No.			
····	X 250, BIG PINEY, WY 8311. ell (Footage, Sec., T., R., M., or Surve		76-3331		43-047-34073			
	SL - 1693' FWL (NE/SW)	ey Description)			Field and Pool or Exploratory Area CHAPITA WELLS/WASATCH			
	N 16, T9S, R23E			11.	County State			
	**************************************		ووروب مساورة والمساورة		UINTAH, UTAH			
	ROPRIATE BOX(s) TO INDICATE			4				
TYPE OF SUI	BMISSION		TYPE OF ACTION	 	the state of the s			
NOTI	CE OF INTENT	ABANDO	ONMENT	7	CHANGE OF PLANS			
		RECOM	PLETION		NEW CONSTRUCTION			
X SUBS	EQUENT REPORT		NG BACK	_	NON-ROUTINE FRACTURING			
	T. A. D. A. N. D. O. N. B. EDNOT NOTICE	<u> </u>	REPAIR	_	WATER SHUT-OFF			
FINA	L ABANDONMENT NOTICE	X OTHER	NG CASING SPIID	 DATE	CONVERSION TO INJECTION			
		A OTHER	(Note: Report results of multipl		ion on Well Completions			
			or Recompletion Report a	nd Log Fo	orm.)			
	ed or Completed Operations (Clearly state rilled give subsurface locations and measu							
	of the Vernal BLM District off	•			or was Dall Cook's Air Drilling. as & Mining were notified			
	·							
				R	ECEIVED			
					AUG 2 1 2001			
				Oll	DIVISION OF ., GAS AND MINING			
*NOTE: EOG	Resources, Inc. will be using	Nationwide Bo	nd #NM 2308					
14. I hereby certify that	at the foregoing is true and correct							
SIGNED TO	ty larson	TITLE Regula	ntory Analyst	<u> </u>	DATE 8/08/2001			
(This space for Federal o	or State office use)							
APPROVED BY		TITLE			DATE			
	APPROVAL, IF ANY:		**************************************	······································				

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

CONFIDENTIAL

Core Analysis Report

For

EOG Resources, Inc.

E. Chapita Unit 800-16

Sec. 16 T9S R23E 43-047-34073

Uintah County, Utah

RECEIVED

OCT 15 2001

DIVISION OF OIL, GAS AND MINING

Laboratory Procedures - E. Chapita Unit 800-16 Well

On September 19th, 2001 Precision Core Analysis, Inc. received 46 rotary-drilled sidewall core samples from the E. Chapita Unit 800-16 well per instructions from Mr. Roger Falk of EOG Resources, Inc. The core samples were processed at the well site by Schlumberger, carefully placed into glass sample jars and expeditiously transported back to our Denver, Colorado facility.

Upon arrival at our Denver facility, the cores were carefully removed from the glass jars and marked with sample numbers. Wherever possible the core plugs to be analyzed were trimmed to right cylinders utilizing a diamond-tipped trim saw and water as the blade coolant. The trimmed samples were placed into a conventional drying oven for four hours at 180° F. The samples were removed from the oven and allowed to cool within a sealed glass desicator until reaching room temperature.

Specific physical properties (length, diameter, weight and bulk volume) of each plug sample were measured and recorded. The samples were individually placed into a Coberly-Stevens Boyle's Law porosimeter and injected with helium at approximately 100 psig. Corresponding pressures and volumes were measured and utilized in the Boyle's Law equation to calculate sample grain volume. Pore volume was determined by subtracting the calculated grain volume from the measured bulk volume (determined by Archimedes Principal using mercury immersion). Grain density was calculated by dividing the calculated grain volume into the measured sample weight.

The samples were next placed individually into a Hassler-Sleeve core holder. The annulus of the core holder was pressurized to a pre-determined value (400 psig minimum) to seal the sample. Nitrogen gas was forced through the sample at a given pressure under steady-state conditions, flow rate was measured and permeability to air was calculated. Utilizing the parameters thus measured, a Klinkenberg-corrected permeability value was calculated and reported. A number of the samples received were not of sufficient size or shape for permeability determinations and are noted as such in the following report.

At the conclusion of testing the samples and associated trimmed ends were returned to Mr. Roger Falk of EOG Resources, Inc. at his request.

It has been our pleasure to perform this study for EOG Resources, Inc. Please feel free to contact us should any questions arise or if we may be of further assistance.

Stephen H. Leeds

President

Precision Core Analysis, Inc.



Job: Date: 21054 28-Sep-2001

Reference	Depth			Helium	Grain	Sample
Number	7645	Air	Klink	Porosity	Density	Description
	<u>(ft)</u>	(md)	(md)	(%) .	(g/cc)	
		`	Rotar	v-Drilled S	Sidewall (Coras
1	5108.0	0.014	0.005	7.9	2.70	Sst vf-f gr com dol cmt tr pyr
2	5128.0	0.014	0.044	7.5 12.5	2.76	Sst f-m gr tr dol cmt pr srtd
3	5243.0	0.027	0.012	7.5	2.68	Sst vf-f gr com calc cmt bur
4	5878.0	0.428	0.296	10.2	2.65	Sst f-m gr calc cmt hor m-frac
5	6224.0	0.542	0.391	9.9	2.65	Sst f-m gr calc cmt hor mod srtgd
6	6558.0	0.093	0.052	10.1	2,64	Sst vf-f gr com C lam
7	6580.0	Unsui	200200000000000000000000000000000000000	12.5	2.65	Sst f-m gr tr calc cmt mod srtd
8	6698.0	Unsui	388838888888	12.7	2.65	Sst f-m gr tr calc cmt mod srtd
9	6720.0	0.129	0.076	10.1	2.64	Sst vf-f gr tr hor C lam mod srtd
10	6734.0	Unsui	table	12.8	2.64	Sst f-m gr com qtz ovrgths
11	6755.0	0.416	0.287	12.1	2.64	Sst f gr com qtz ovrgths mod srtd
12	6770.0	0.280	0.184	10.5	2,64	Sst f-m gr com qtz ovrgths mod srtd
13	6844.0	Unsui	table	9.4	2.62	Sst f-m gr com qtz ovrgths mod srtd
14	6858.0	0.038	0.018	7.3	2.67	Sst f gr com calc cmt wl srtd
15	6934.0	0.324	0.217	11.3	2.64	Sst f-m gr com qtz ovrgths mod srtd
16	6950.0	0.139	0.083	7.7	2.64	Sst f-m gr com qtz ovrgths mod srtd
17	7013.0	0.095	0.053	8.5	2.66	Sst f gr com calc cmt wi srtd
18	7059.0	0,226	0,144	10,7	2.66	Sst f-m gr com calc cmt wi srtd
19	7092.0	0.431	0.298	11.6	2.64	Sst f-m gr tr calc cmt wl srtd
20	7144,0	0,136	0.081	10.4	2.66	Sst f gr com calc cmt tr C lam
21	7174.0	0.061	0.031	9.9	2.66	Sst vf-f gr com calc cmt tr C lam
22	7250.0	800.0	0.003	7.3	2.71	Sst sit-vf gr com dol cmt lam
23	7517.0	0.058	0.030	9.1	2.67	Sst vf-f gr tr dol cmt mod srtd
24	7565.0	0.035	0.016	7.8	2.68	Sst vf-f gr tr dol cmt mod srtd
25	7610.0	0.009	0.003	8.3	2.74	Sst sit-vf gr com dol cmt lam
26	7624.0	1.96	1.37	10.2	2.67	Sst vf-f gr com calc cmt mod srtd
27	7648.0	0.083	0.045	10.0	2.66	Sst vf-f gr tr calc cmt hor frac
28	7680,0	0,079	0.043	10.2	2.66	Sst vf-f gr tr calc cmt qtz ovrgths



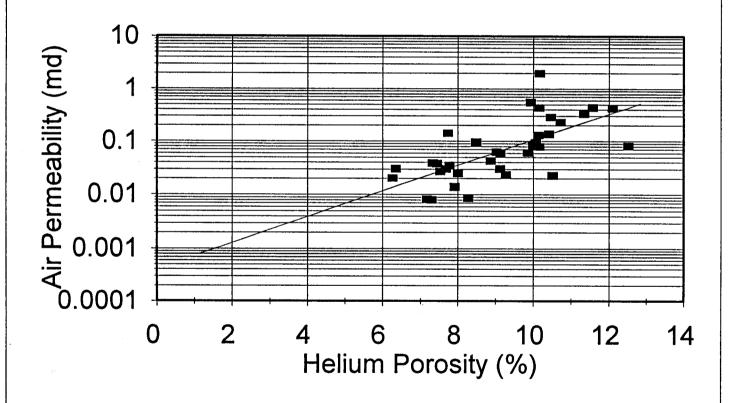
Job: Date: 21054 28-Sep-2001

Reference Number	Depth (ft)	Perme Air (md)	ability <i>Klink</i> (md)	Helium Porosity (%)	Grain Density (g/cc)	Sample Description
29	7708.0	Unsui	table	3.3	2.45	Sh Sdy C lam com hor fracs
30 31	7764.0 7784.0	0.020 0.038	0.008 0.018	6.3 7.5	2.69	Sst vf gr abd calc cmt sh lam
32	7808.0	U.U30 Unsui	********	7,5 5.8	2.67 2.68	Sst vf gr com calc cmt abd lam Sst vf gr dol cmt sh clas
33 34	7861.0 7878.0	0.043 ⁻ 0.024	0.020 0.010	8.9 9.3	2.69 2.70	Sst vf gr dol cmt lam
35	7982.0	Unsui	(00000000000000000000000000000000000000	9.5 9.5	2.70	Sst vf gr dol cmt lam Sst vf gr dol cmt tr C lam
36 37	8013.0 8063.5	0.025 <i>Unsul</i>	0.011 <i>(able</i>	8.0 8.5	2.68 2.68	Sst vf gr dol cmt Sst vf gr tr C lam
38	8171.0	Unsui	table	1.2	2.73	Dol Sst vf gr fracs
39 40	8224.0 8310.0	0.063 0.030	0.032 0.013	9.0 6.4	2.66 2.65	Sst vf gr dol cmt Sst vf gr tr dol cmt sh clas
41	8349.0	800,0	0.003	7.2	2,66	Sst slt-vf gr com C lam
42 43	8444.0 8455.0	0.030 0.030	0.013 0.014	9.1 7.7	2.66 2.67	Sst f-m gr mass mod srtd Sst f-m gr mass mod srtd
44 45	8786.0 8868.0	Unsui	88566666666666666	6.5 No analysis	2.60	Sst vf-f gr com C lam
46	8896.0	0.023	0.009	10.5	s 2.65	Sst vf-f gr abd qtz ovrgths pr srtd



Job: Date: 21054 28-Sep-2001

Air Permeability vs Helium Porosity

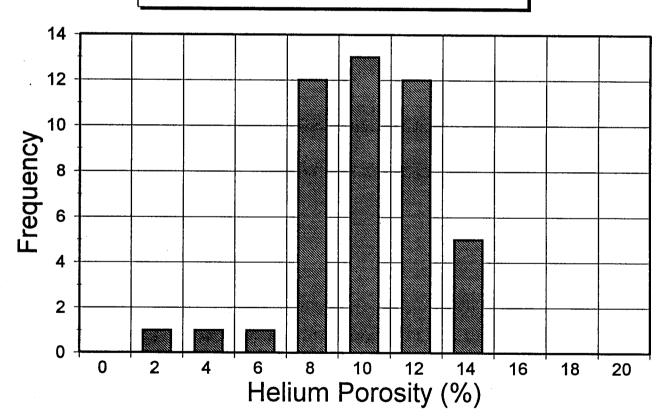




Job: Date:

21054 28-Sep-2001

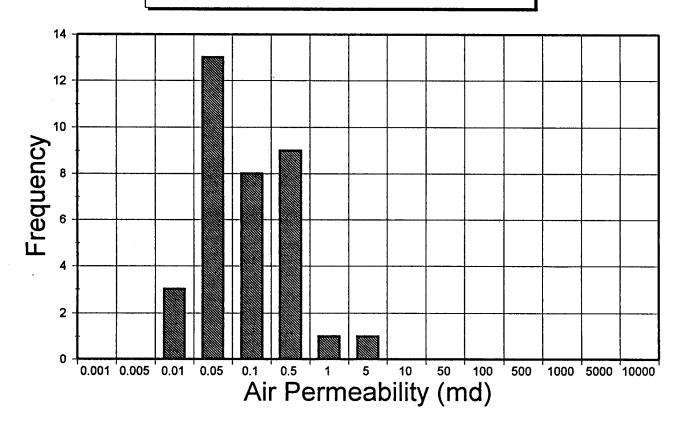
Helium Porosity Frequency Distribution





Job: Date: 21054 28-Sep-2001

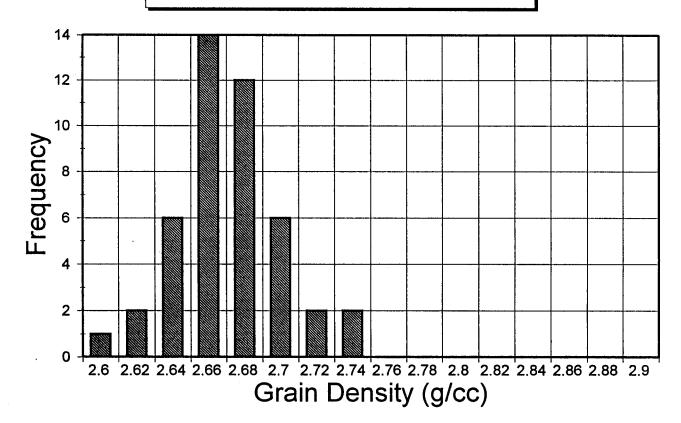
Air Permeability
Frequency Distribution





Job: Date: 21054 28-Sep-2001

Grain Density Frequency Distribution



FORM 3160-5 UNITE	DOINIES	FORM APPROVED
	OF THE INTERIOR	Buc ¹ Sureau No. 1004-0135
	<u> </u>	Exp. September 30, 1990
		5. Lease Designation and Serial No.
SUNDRY NOTIC	E AND REPORTS ON WELLS	ML 47045
	to deepen or reentry to a different reservoir.	6. If Indian, Allottee or Tribe Name
Use "APPLICATION FOR PER		
	IT IN TRIPLICATE	7. If Unit or C.A., Agreement Designation
		=
1. Type of Well	CONFIDENTIAL	
Oil Gas	C GUNTIDENTIAL	O WARNAMA AND
WELL X Well	Other	8. Well Name and No.
2. Name of Operator		EAST CHAPITA 800-16
EOG Resources, Inc.		
3. Address and Telephone No.		9. API Well No.
P.O. BOX 250, BIG PINEY, WY 8311	3 (307) 276-3331	43-047-34073
4. Location of Well (Footage, Sec., T., R., M., or Surv		10. Field and Pool or Exploratory Area
1865' FSL - 1693' FWL (NE/SW)	cy bosti prosiy	CHAPITA WELLS/MESAVERDE
SECTION 16, T9S, R23E		11. County State
52C1101V10, 175, 1252		UINTAH, UTAH
OVER CALABOTE DOVAN TO INDICATE	NATURE OF NOTICE, REPORT, OR OTHER DATA	
	TYPE OF ACTION	
TYPE OF SUBMISSION	THE OF ACTION	
X NOTICE OF INTENT	ABANDONMENT	CHANGE OF PLANS
A NOTICE OF INTENT	RECOMPLETION	NEW CONSTRUCTION
SUBSEQUENT REPORT	PLUGGING BACK	NON-ROUTINE FRACTURING
SUBSEQUENT REPORT	CASING REPAIR	WATER SHUT-OFF
FINAL ABANDONMENT NOTICE	ALTERING CASING	CONVERSION TO INJECTION
THAL ABANDONNENT NOTICE	 	SAL OF PRODUCED WATER
	(Note: Report results of multiple	
	or Recompletion Report and	d Log Form.)
13. Describe Proposed or Completed Operations (Clearly state	e all pertinent details and give pertinent dates, including estimat	ed date of starting any proposed work if well
is directionally drilled give subsurface locations and meas	ured and true vertical depths for all markers and zones pertinen	t to this work).
	tion for disposal of produced water from the	referenced wen to any of the following
locations:		
1. Natural Buttes Unit 21-20B SWD		
2. Ace Disposal	CON 14 NV D. VI. 14 N. 4 I D. 44 Vinia	0 Standard Huit)
	ons (Chapita Wells Unit, Natural Buttes Unit	& Stagecoach Unity
4. RN Industries.		
•		
1		
•	-	and by the
	A	ccepted by the
	U	tah Division of
	Oil,	Gas and Mining
	FAT	RECORD ONLY
	FUF	I DECOUD OHE

*NOTE: EOG Re	sources, Inc. will be using Nationwide Bond #NM 2308		
14. I hereby certify that the	oregoing is true and correct		
signed Late	TITLE Regulatory Analyst	DATE	12/10/2001
		, 	
(This space for Federal or Stat	e office use)		RECEIVED
APPROVED BY	TITLE	DATE	
CONDITIONS OF AP	PROVAL, IF ANY:		DEC 17 2001
Title 18 U.S.C. Section 1001, n United States any false, fictitio	nakes it a crime for any person knowingly and willfully to make to any department or agency of the us or fraudulent statements or representations as to any matter within its jurisdiction.		DIVISION OF

UNITED STATES

Substitute Form (November 198 (formerly 9-33)	83)								SUBMIT IN D (See other instru			opires August 31, 1985 NATION AND SERIA	LNO.
(IOIIICI) >-55	~,		ι	INITE	D STATES					•	ML 470		
		r)EDARTI	MENT	OF THE IN	NTE	RIOR	•			6. IF INDIAN, AL	LOTTEE OR TRIBE	NAME
		_									7. UNIT AGREEM	ENI NAME	
				 	ND MANA			··············			8. FARM OR LEAS	SE NAME	
		MPLET	ION OR	REC	OMPLETIO	N R	EPOF	RT AN	D LOG*		EAST C	HAPITA	
Ta. TYPE OF	WELL:		OII	. WELL	GAS WELL	X	DRY		OTHER		800-16		
b. TYPE OF C	COMPLETION:	work o	VER DE	EPEN	PLUG BACK		DIFF RE	s 🗖	OTHER		CHAPIT	OOL, OR WILDCAT FA WELLS OR BLOCK AND SUR	/MESAVERDE
7. NAME OF	OPERATOR		EOG F	Resou	rces, Inc.	Ć	UUN					ON 16, T9S	•
	OF OPERATOR		P.O. BO	< 250	BIG PINEY,	WÝ	OMING		DENTIAL 3 100	•	UINTAL		UTAH
		port location clear	ly and in accordance w	ith any State re	guirements)* O3' FWL (NE/			EXP	IRED		14. PERMIT NO. 43-047-3	4073	
At surface	d. interval report	ed below	SAME	J - 109	3 PWL (NL/	3 W)		N /2-	10-02	-	DATE PERMIT ISS		Andre Control
At total d	epth		SAME	CHED	117.	DATEC	OMPL. (Read	v to prod.)	118. ELEVATION	S (DF,RKB,RT)	6/13/200	1 ELEV. CASINGHEAD	
15. DATE SPU	/08/2001			5/2001			11/10/2		te est propertie	70' KB		4954' PREP.	
20. TOTAL DE	PTH, MD&TV		21. PLUG, BACK T	.D., MD & TV					TIONS, HOW MA	NY?	23. ROTARY TOOL	.3	CABLE TOOLS
8	960'	S) OF THIS COM	891 APLETION-TOP, BO	7' CIBP	@ 8652'		<u> </u>	1		i	ROTARY	25. WAS DIRECTION	NAL SURVEY MADE?
N	<u>IESAVEI</u>	DE	756	8' - 8904	vall Coring Tool,	51-45-	F	and I ame	Comont Vo	luma Calir	<u> </u>	NO 27 . WAS WELL COI	
Sonic Por	ctric and of rosity, Coi	ther LOGS RUN npensated l	Mechani Neutron, High	Resolut	ion Laterlog, GR,	Three	Detecto	r Density,	Compensat	ed Neutron	19-28-01		Yes
28.	9-28-			9-25-0	τ"				Report all string				
CASING SIZE	w	EIGHT, LB./FT.			H SET (MD)		HOLE 17-1/2"	SIZE	CEMENTING	record ss "G" cem	ent		NONE
13-3/8"		48.0# H-4 36/0# J-5		14 240			12-1/4"				sx 10/2 RFC	<u> </u>	NONE
9-5/8" 4-1/2"		11.6# N-8		896			7-7/8"				0 sx 50/50 Pe		
													
29.			LINER RE	CORD		F		30.			TUBING RECO	ORD	
SIZE	TOP (MI))	BOTTOM (M	D)	SACKS CEMENT	SCRI	EEN (MD)	2-3/	/8"		7508'		PACKER SET (MD)
31. PERFORAT	TION RECORD	(Interval, size and 1	number)					32.	ACID	, SHOT, FRA	CTURE, CEMI	ENT, SQUEEZE,	ЕТС.
Sego			7, 8868-70', 8		· · · · · ·	/3 SPF			ERVAL (MD)			D OF MATERIAL US	· · · · · · · · · · · · · · · · · · ·
Lower Pr	ice River		6', 8309-11',			/3 SPF			5-8904'				0# 20/40 sand.
Middle P			3', 8012-14',			/3 SPF			4-8446'				840# 20/40 sand.
Upper Pri	ice River	•	9', 7624-25', ' 1', 7660-61', '			/3 SPF	•		1-8093' 8-7801'		·		540# 20/04 sand. 367# 20/40 sand.
			1°, 7660-61°, 4', 7796-97' &					7,300			, or Bonod		To build.
		, , 65-6-	.,		<u> </u>								
33.*								PRODUCT	ION		,,,,,,,,,	DOLLER OF THE PARTY OF THE PART	
DATE FIRST P				HOD (Flowing WING	g gas lift, pumping-size and	type of pu	mp)				1	PRODUCING	
DATE OF TEST	1/10/2001	HOURS TESTED	СНОК	SIZE	PROD'N FOR	1	OIL BBL	1		GAS-MCF.		WATER-BBL.	GAS-OIL RATIO
12/11/200	na I	24	112/6	4"	1	1	7 BC		55 MCFD		ĺ	57 BW	

	7783-84', 7	796-97' & 7800-	01'				
33.*					UCTION		
DATE FIRST PRODUCTI	ION PROL	DUCTION METHOD (Flow	ng, gas lift, pumping-size and	type of pump)		WELL STATUS (P	roducing or shut-in)
11/10/20	001	FLOWING				PRODU	CING
DATE OF TEST	HOURS TESTED	CHOKE SIZE	PROD'N FOR	OIL BBL.	GAS-MCF	WATER	-BBL. GAS-OIL RATIO
12/11/2001	24	12/64"		7 BC	55 MCFD	57 BW	
LOW. TUBING PRESS.	CASING PRES		CALCULATEED	OIL-BBL.	GAS-MCF.	WATER-BBL.	OIL GRAVITY-API (CORR.)
FTP 425 psig	CP 1025 ps	ig		7 BC	55 MCFD	57 BW	
4. DISPOSITION OF GA	S (Sold, used for fuel, vented, e					TEST WITNESSED BY	
	SOLD					JAY O	RR
3. LIST OF ATTACHME							

SIGNED

TITLE

Regulatory Analys

12/10/2001

*(See Instructions and Spaces for Additional Data on Reverse Side)

INSTRUCTIONS ~

General: This form is designed for submitting a complete and correct well completion report and log on all types of lands and leases to either a Federal agency or a State agency, or both, pursuant to applicable Federal and/or State laws consistence. This designed to summing a semigroup and conference in the conference of the conference o

If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

Indicate which elevation is used as reference (where not otherwise shown) for depth measurements given in other spaces on this form and in any attachments.

If this will is completed for separate production from more than one interval zone (multiple completion), so state in item 22, and in item 24 show the producing interval, or intervals, top(s), bottom(s) and name(s) (if any) Items 22 and 24: for only the interval reported in item 33. Submit a separate report (page) on this form, adequately identified, for each additional interval to be separately produced, showing the additional data pertinent to such interval.

Item 29: nent*: Attached supplemental records for this well should show the details of any multiple stage cementing and the location of the cementing tool.

Submit a separate completion report on this form for each interval to be separately produced. (See instruction for items 22 and 24 above.)

PRIVACY ACT

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connectionwith information required by tis application. AUTHORITY: 30 U.S.C. 181 et. seq., 25 U.S.C. et. seq., 43 CFR 3160
PRINCIPLE PURPOSE: The information is to be used to evaluate the actual operations performed in the drilling of an oil or gas well on a Federal or Indian leas

PRINCIPLE PURPOSE: The information is to be used to evaluate the actual operatorns performed in the drilling of solid performance and procedures used during the drilling of the well. (2) The review of geologic zones and formation encountered during drilling. (3) Analyze future applications to drill in light of data obtained and methods used. (4)(5) Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions.
EFFECT OF NOT PROVIDING INFORMATION: Filing of this report and disclosure of hie information is mandatory once as oil or gas well is drilled.

The Propervork Reduction Act of 1980 (44 U.S.C. 3501, et. seq.) requires us to inform you that:

This information is being collected to allow evaluation of the technical, safety, and environmental factors involved with drilling and producing oil and gas on Federal and indian oil and gas leases.

This information will be used to analyze operations and compare equipment and procedures actually used with the proposals applied for.

Response to this request is mandatory once an oil or gas well is drilled.

MMARY OF POR contents thereof; rvai tested, cusmo	OUS ZONES: corea intervais n usea, time to	: (Show all impor ; and an drn-sten of open, nowing a	tant zones of porosity n tests, including depth and snut-in pressures,	38.	GEOLOGIC MARKER	S
l recoveries):					TOP	
ORMATION	TOP	воттом	DESCRIPTION, CONTENTS, ETC.	NAME	MEAS. DEPTH	TRUE VERT. DEPTH
				Corres Discour	1700	
	ŀ			Green River "M" Marker	1700'	
				Wasatch	4290'	
	İ			Island	4604' 6711'	
			ļ	Mesaverde/Price River	7285'	
		1	·	Lower Price River	8392'	
				Sego	8888'	
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FORM 3160-5	
(December 1989)	

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LA MANAGEMENT

SUNDRY NOTICE AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.

5.	Lease Designation and Serial No.	
	ML 47045	
6.	If Indian, Allottee or Tribe Name	

FORM APPROVED

Budger Fareau No. 1004-0135

NEW CONSTRUCTION

WSTC PZ/KATY Carlson/2-19-02

WATER SHUT-OFF

CONTINUED COMPLETION

(Note: Report results of multiple completion on Well Completions

or Recompletion Report and Log Form.)

NON-ROUTINE FRACTURING

CONVERSION TO INJECTION

FOR PERMIT" for such pro	p)	•		•	•				ı)	•				l		l	l	l	l		l		l	l		ľ	l	l	1	1			•)))			ĺ		•			1)		ľ		1				1		ľ	l	J	,		٠	(ļ	1	L	l	ļ				S	9	5					•		ľ	1	•)	-		(ŀ	ĺ	1								•				•	-	-	-				-	-	-	•		-	-	-	-	-	•	•	•	•	•	•	•	•	-	-	-	-	-	-	-	-	-	•	•	•	•	٠		
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USE APPLICATION FOR FER	Mii ioi sucii pioposais		<u> </u>
SUBM	T IN TRIPLICATE	7.	If Unit or C.A., Agreement Designation
1. Type of Well Oil Gas	CONFIDENTIAL		Well Name and No.
WELL X Well	Other	8.	,, , , , , , , , , , , , , , , , , , ,
2. Name of Operator EOG Resources, Inc.			EAST CHAPITA 800-16
3. Address and Telephone No.	2 (205) 257 (2221	9.	API Well No.
P.O. BOX 250, BIG PINEY, WY 8311	3 (307) 276-3331		43-047-34073
4. Location of Well (Footage, Sec., T., R., M., or Surv 1865' FSL - 1693' FWL (NE/SW)	ey Description)	10.	Field and Pool or Exploratory Area CHAPITA WELLS/MESAVERDE
SECTION 16, T9S, R23E		11.	County State UINTAH, UTAH
12. CHECK APPROPRIATE BOX(s) TO INDICATE	NATURE OF NOTICE, REPORT, OR OTHER DATA	1	
TYPE OF SUBMISSION	TYPE OF ACTION		
NOTICE OF INTENT	ABANDONMENT	7	CHANGE OF PLANS

13. Describe Proposed or Completed Operations (Clearly state all pertinent details and give pertinent dates, including estimated date of starting any proposed work if well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work).

OTHER

RECOMPLETION

PLUGGING BACK

CASING REPAIR

ALTERING CASING

EOG Resources, Inc. completed the Island formation as follows:

- 1. Perforated from 6841-46', 6850-6852', 6854-56' & 6858-60'.
- 2. Fracture stimulated w/21,884 gals gelled water & 71,000# 20/40 sand.
- 3. Perforated from 6732-41' & 6754-60'.

SUBSEQUENT REPORT

FINAL ABANDONMENT NOTICE

- 4. Fracture stimulated w/30,474 gals gelled water & 126,700# 20/40 sand.
- 5. Perforated from 6554-64.
- 6. Fracture stimulated w/15,307 gals gelled water & 65,7003 20/40 sand.
- 7. Placed well on production 1/22/2002.

TEST: 2/07/2002, 818 MCFD, 0 BC, 63 BW in 24 hours on a 14/64" choke, FTP 975 psig, CP 1140 psig.

RECEIVED

FEB 14 2002

DIVISION OF G

twomp noon v			OIL, GAS AND MININ
*NOTE: EOG Resources, Inc. WI			
signed Taly larks	TITLE Regulatory Analyst	DATE 2/10/2002	
(This space for Federal or State office use)			
APPROVED BY	TITLE	DATE	
CONDITIONS OF APPROVAL, IF ANY:			
	rson knowingly and willfully to make to any department or agency of the ts or representations as to any matter within its jurisdiction.		

FORM 3160-5 (December 1989)	DEPARTMENT	ED STATES TO THE INTERIOR AN ANAGEMENT	1	M APPROVED set Propau No. 1004-0135 resmber 30, 1990 Lease Designation and Serial No.
	SUNDRY NOTIC	E AND REPORTS ON WELLS		ML 47045
	"APPLICATION FOR PE	to deepen or reentry to a different reservoir. RMIT" for such proposals	6.	If Indian, Allottee or Tribe Name
	SUBN	IIT IN TRIPLICATE	7.	If Unit or C.A., Agreement Designation
I. Type of Well Oil WE	Gas LL X Well	Other	8.	Well Name and No.
2. Name of Operate		<u> </u>	1	EAST CHAPITA 800-16
•	esources, Inc.			
3. Address and Tel		13 (307) 276-3331	9.	API Well No. 43-047-34073
4. Location of Well	(Footage, Sec., T., R., M., or Sur		10.	Field and Pool or Exploratory Area
	L - 1693' FWL (NE/SW)		11.	CHAPITA WELLS/MESAVERDE County State
SECTION	/ 16, T9S, R23E		111.	UINTAH, UTAH
12 CHECK APPRO	OPRIATE BOX(s) TO INDICAT	E NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBN		TYPE OF ACTION		
NOTICE	E OF INTENT	ABANDONMENT RECOMPLETION		CHANGE OF PLANS NEW CONSTRUCTION
X SUBSE	QUENT REPORT	PLUGGING BACK	4	NON-ROUTINE FRACTURING
	A TO A STRUME NAME OF	CASING REPAIR	-	WATER SHUT-OFF CONVERSION TO INJECTION
FINAL	ABANDONMENT NOTICE	X OTHER CONTI	LI NUE	D COMPLETION
		(Note: Report results of multiple		
10	C. I. I.O. War (Charles to	or Recompletion Report and ate all pertinent details and give pertinent dates, including estimate	d Log	Form.)
EOG Resour 1. Perforate 2. Fracture s 3. Perforate 4. Fracture s 5. Perforate 6. Fracture s 7. Placed we	ces, Inc. completed the Island from 6841-46', 6850-6852 timulated w/21,884 gals gold from 6732-41' & 6754-60 timulated w/30,474 gals gold from 6554-64. Stimulated w/15,307 gals gold on production 1/22/2002	and formation as follows: 2', 6854-56' & 6858-60'. Elled water & 71,000# 20/40 sand. 0'. Elled water & 126,700# 20/40 sand.	to thi	Swork). P2/Katy Canison/2-19=02 CP 1140 psig.
1151. 2/0//	2002, 816 MCFD, 0 BC, 0.	DW III 24 HOULD ON II 2 1/01 CMOIN, 2 2 2 2 2 1	F8	RECEIVED
				FEB 14 2002
		N		DIVISION OF OIL, GAS AND MINING
		ng Nationwide Bond #NM 2308		
4. I hereby certify that t	he foregoing is true and correct	TITLE Pagulatory Aughust		DATE 2/10/2002

This space for Federal or State office use)

PPROVED BY

TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY:

itle 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the nited States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Form 3160-5 (August 1999)

WITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

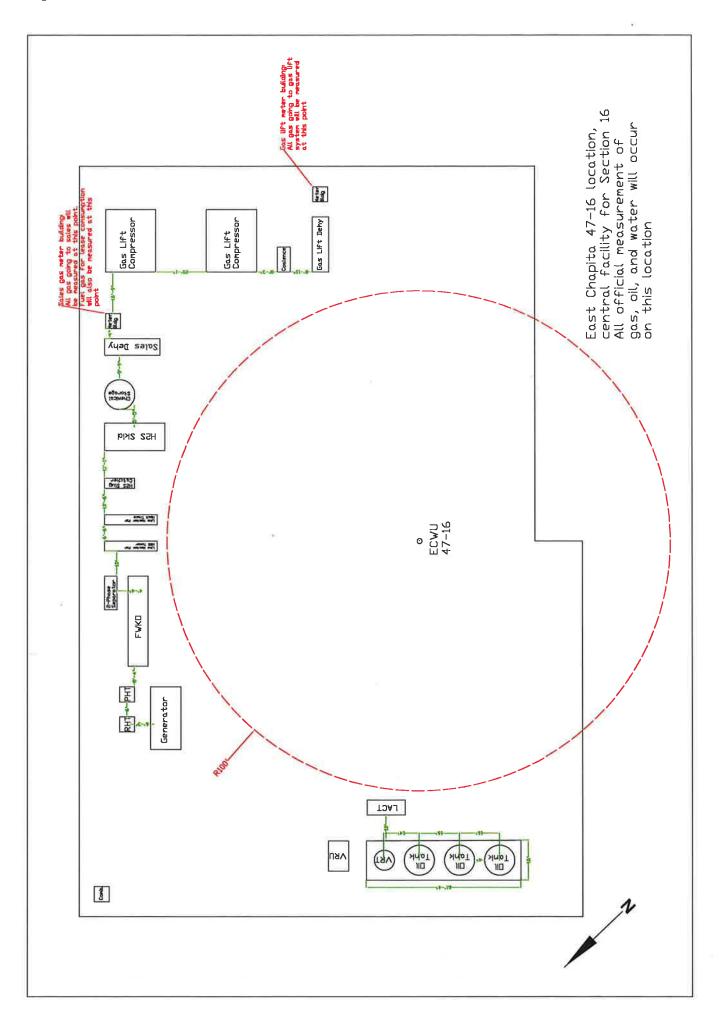
FORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000

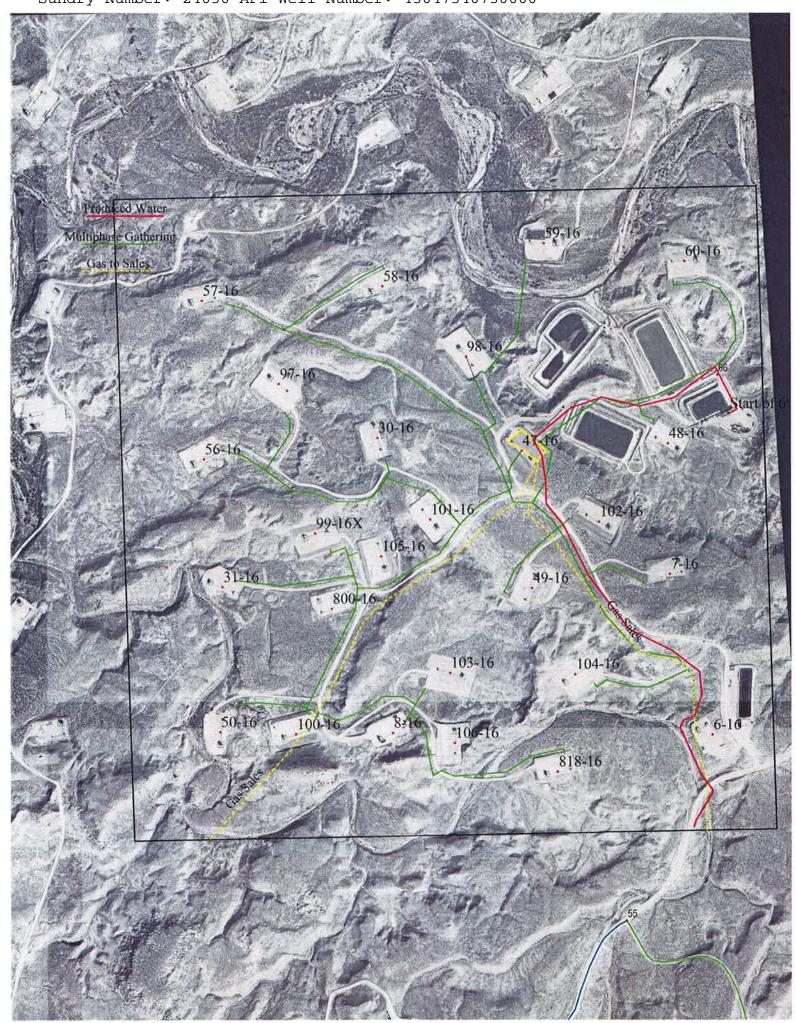
5. Lease Serial No. ML 47045

6	If Indian	Allottee o	or Tribe Name	

	s form for proposals to drill or to ll. Use form 3160-3 (APD) for suc		6. If Indian,	Allottee or Tribe Name
SUBMIT IN TRI	PLICATE - Other instructions on		7. If Unit or	CA/Agreement, Name and/or No.
1. Type of Well ☐ Oth ☐ Oth ☐ Oth	LUNTIU	INTIAL	8. Well Name EAST CH	e and No. IAPITA 800-16
Name of Operator EOG RESOURCES, INC.	Contact: KATY CA E-Mail: Ka	RLSON hleen_Carlson@EOG	9. API Well Resources.com 43-047-3	
3a. Address P.O. BOX 250 BIG PINEY, WY 83113		No. (include area code) .276.4842		l Pool, or Exploratory A WELLS/MESAVERDE
4. Location of Well (Footage, Sec., T.	, R., M., or Survey Description)		11. County o	or Parish, and State
Sec 16 T9S R23E NESW 186	5FSL 1693FWL	· ·	UINTAH	COUNTY, UT
12. CHECK APPR	ROPRIATE BOX(ES) TO INDICA	TE NATURE OF 1	NOTICE, REPORT, OR	OTHER DATA
TYPE OF SUBMISSION		TYPE OI	FACTION	
☐ Notice of Intent	☐ Acidize ☐ 1	Deepen	☐ Production (Start/Res	tume)
_	☐ Alter Casing ☐ ☐	Fracture Treat	☐ Reclamation	■ Well Integrity
Subsequent Report	☐ Casing Repair ☐ 1	New Construction	Recomplete (Repen	(A) 🗖 Other
☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon	☐ Temporarily Abandor	n
	☐ Convert to Injection ☐ ☐	Plug Back	■ Water Disposal	
following completion of the involved testing has been completed. Final Ab determined that the site is ready for fit. EOG Resources, Inc. continues 1. Perforated North Horn from w/21,884 gals gelled water & 72. Perforated North Horn from & 126,700# 20/40 sand. 3. Perforated North Horn from 20/40 sand. 4. Set CIBP @ 6675'. (NOTE: 5. Placed well on production 3	ed the completion of the referenced 1 6841-46', 6850-52', 6854-56' & 68 71,000# 20/40 sand. 1 6732-41' & 6754-60'. Fracture stimulated w/1 1 6554-64'. Fracture stimulated w/1	well as follows: 658-60'. Fracture stimulated w/30,474 gibs,307 gals gelled w	mpletion in a new interval, a I ing reclamation, have been con which was preclamated als gelled water ater & 65,00#	Form 3160-4 shall be filed once impleted, and the operator has a completed. See See See See See See See See See Se
14. I hereby certify that the foregoing is Name (<i>Printed/Typed</i>) KATY CAF	Electronic Submission #11502 veri For EOG RESOURCES,	INC., will be sent to t	I Information System the Vernal	
Traine (17 micas 19 pear) TVATT OTA	LLOON	1,1202	7,17,011,7,11,7,12,1,0,1	,
Signature (Electronic S	ubmission)	Date 05/24/2	002	
	THIS SPACE FOR FEDE	RAL OR STATE	OFFICE USE	
Approved By		Title		Date
Conditions of approval, if any, are attached	d. Approval of this notice does not warrant itable title to those rights in the subject least operations thereon.	or	****	
Fitle 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a crime for an tatements or representations as to any matter	y person knowingly and er within its jurisdiction.	willfully to make to any depart	rtment or agency of the United

	STATE OF UTAH		FORM 9	
ι	DEPARTMENT OF NATURAL RESOURG DIVISION OF OIL, GAS, AND MIR		5.LEASE DESIGNATION AND SERIAL NUMBER: ML-47045	
SUNDR	Y NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
	posals to drill new wells, significantly reenter plugged wells, or to drill horizon for such proposals.		7.UNIT or CA AGREEMENT NAME:	
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: E CHAPITA 800-16	
2. NAME OF OPERATOR: EOG Resources, Inc.			9. API NUMBER: 43047340730000	
3. ADDRESS OF OPERATOR: 600 17th Street, Suite 1000	N , Denver, CO, 80202	PHONE NUMBER: 435 781-9111 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1865 FSL 1693 FWL			COUNTY: UINTAH	
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NESW Section: 1	HP, RANGE, MERIDIAN: 16 Township: 09.0S Range: 23.0E Meri	dian: S	STATE: UTAH	
11. CHECI	K APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION		
	ACIDIZE	ALTER CASING	CASING REPAIR	
Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME	
4/9/2012	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE	
SUBSEQUENT REPORT	☐ CHANGE WELL STATUS ☐ COMMINGLE PRODUCING FORMATIONS ☐ CONVERT WELL TYPE ☐ DEEPEN ☐ FRACTURE TREAT ☐ NEW CONSTRUCTION		☐ NEW CONSTRUCTION	
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	NEW CONSTRUCTION Description Plug Back	
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION	
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON	
	L TUBING REPAIR	U VENT OR FLARE	☐ WATER DISPOSAL	
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION	
	WILDCAT WELL DETERMINATION	✓ OTHER	OTHER: Measurement variance propo	
EOG Resources, Inc	completed operations. Clearly show c. respectfully requests authors, condensate and water attached proposal.	orization to measure and		
			By: Der K Ourt	
NAME (PLEASE PRINT)	PHONE NUME	BER TITLE		
Mickenzie Gates	435 781-9145	Operations Clerk		
SIGNATURE N/A		DATE 4/9/2012		







EOG Resources, Inc. 1060 E Hwy 40 Vernal, Utah 84078

FedEx 7933 4391 7041

March 14, 2012

Division of Natural Resources Utah Division of Oil, Gas, and Mining Attn: Dustin Doucet, Randy Thackery 1594 West North Temple, Suite 1210 Salt Lake City, UT 84116

RE:

Central Facility - Gathering System Hydrocarbon Measurement Proposal Section 16 T9S R23E Uintah County, Utah

Gentlemen:

EOG Resources has submitted a proposal to the School and Institutional Trust Land Administration (SITLA) to install a Central Production Facility / Gathering System for Lease ML-47045. The facility will be located in the SWNE of Section 16, Township 09 South, Range 23 East, on an expanded East Chapita Wells (ECW) 47-16 well location. As you are aware, we have been producing a couple of the wells (ECW 103-16 and ECW 106-16) in section 16 utilizing gas lift operations to enhance production from the wells and have been encouraged with the results of that operation. Based on that fact, we intend to incorporate gas compression into Central Production Facility where we can process the gas, compress it and then send dry gas back to the wells for enhanced recovery via gas lift operations. All of the gas that we use for gas lift operations will be pulled out of the gathering system prior to the measurement point at the Central Facility. We believe that by moving our operations to a central facility, we can reduce air emissions, lower our operating costs (eliminating water hauling by pumping the water to the Coyote disposal facility located in Section 16), enhance our production and ultimately extend the life of the wells. At this time, we intend to measure all production from Lease ML-47045 at the central facility except for the production from ECW 59-16 well which will be measured on location utilizing the existing orifice meter for gas measurement and tank gauging for condensate and water measurement. Currently, the ECW 59-16 well is the only well in Section 16 that is located north of Coyote Wash and we would have to cross the wash to bring the well into the central facility. Eventually, as we continue to develop the lease we would bring the ECW 59-16 well into the central facility. At this time, we intend to leave the existing separator / dehydrator units on location in order to test our wells.

Therefore, EOG Resources would like to propose the following methods to measure the gas, condensate and water production from the aforementioned lease (except for the ECW 59-16) and



EOG Resources, Inc. 1060 E Hwy 40 Vernal, Utah 84078

the methods that we would like to use to measure and allocate production back to the remaining producing wells in the lease.

Gas Measurement – all gas leaving the lease from the central facility will be measured using an electronic flow meter (EFM) with orifice plate that is compliant with American Gas Association No. 3 (AGA) standards and State of Utah Regulations (R649-2-8). This meter will be calibrated on a quarterly basis.

Allocation Method – In an effort to reduce emissions, we intend to produce the wells directly into the gathering system. At least initially, we intend to leave the existing Separator / Dehydrator unit in place and utilize the existing EFM to test the wells on a quarterly basis. This will allow us to allocate production back to the individual wells based on well tests. Each well test will be run for a minimum of 24 hours. Therefore, we propose to allocate gas production to each well by totalizing the results of the well tests for every well and then utilize the results of each individual well to determine a percentage of the total that each well contributes to the total. We will take that percentage for each well and multiply it times the total production that is measured leaving the lease at the central facility on a daily basis. That gas volume will be allocated back to each well and will be reported on a monthly basis.

Gas Lift Operations – Every well in the lease will be evaluated on a case by case basis as to the viability to add gas lift operations to the well. We would like to propose, that for each well that we decide to convert to gas lift or the wells where we have already installed gas lift operations, to measure the injected gas via an EFM (orifice or v-cone) meter at the well site. Therefore, for each well that has had gas lift installed, the volume used for the percentage calculation for allocation to each well will be determined by subtracting the injected volume (per 24 hour period) from the produced volume that was determined during the well test for each well.

Oil / Condensate / Water Measurement — all condensate produced will be sold at the central facility via a Lease Automatic Custody Transfer (LACT) meter. The LACT meter will be proven on a quarterly basis. All water produced will be measured by a master (turbine) meter at the central facility prior to entering the pipeline that goes to the Coyote Saltwater Disposal Facility that is located within the lease boundary.

Allocation Method – We intend to install turbine meters on the dumps in the existing Separator / Dehydrator unit at each well so that we can accurately measure the condensate and water production from each well during the well tests. Therefore, we propose to allocate condensate and water production to each well by totalizing the results of the well tests for every well and then utilize the results of each individual well to determine a percentage of the total that each well contributes to the total. We will take that condensate percentage from each well and multiply it times the total condensate sold at the central facility per month for the allocated condensate production for each well and take the water percentage from each well and multiply it times water volume that is measured per month via the master meter that is located at the central facility for the allocated water production for each well. Those condensate and water volumes will be allocated back to each well and will be reported on a monthly basis.



EOG Resources, Inc. 1060 E Hwy 40 Vernal, Utah 84078

I look forward to hearing from you soon regarding our proposal. If you need any other information from me, I can be reached at (435) 781-9100 (office) or (435) 828-8236 (cell).

Sincerely,

Ed Forsman

Production Engineering Advisor EOG Resources – Vernal Operations

CC:

Ted Kelly – Big Piney Office Jim Schaefer – Denver Office

Denver file

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

ENTITY ACTION FORM

Operator:

EOG RESOURCES

Operator Account Number: N 9550

Address:

600 17th St., Ste. 1000N

city Denver

state CO zip 80202

Phone Number: (303) 824-5590

Well 1

API Number	Well	Name	QQ Sec Twp		Rng County		
43-047-50551	EAST CHAPITA 102	102-16 NWSE 16		98	23E	Uintah	
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
D	17596	18940	4/23/2010		3/12/2013		

Well 2

API Number	Well	Well Name QQ Sec Twp		Rng County			
43-047-50553	EAST CHAPITA 106	-16	SWSE 16 9S		23E Uintah		
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
D	17597	19940	4/22/2010		3112 12013		
Comments:							
						2	112 113

Well 3

API Number	Well Name		QQ	Sec	Twp	Rng	County
43-047-34073	EAST CHAPITA 800-16		NESW	16	98	23E	Uintah
Action Code	Current Entity Number	New Entity Number	s	pud Da	te	Entity Assignment Effective Date	
D	13273	18940	8	8/25/2001		3112 12013	
Comments:			-				

Comments

3/12/13

ACTION CODES:

MAR 1 1 2013

- A Establish new entity for new well (single well only)
- B Add new well to existing entity (group or unit WHOF OIL, GAS & MINING
- C Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity
- E Other (Explain in 'comments' section)

Vail Nazzaro

Name (Please Print)

Signature
Senior Regulatory Assistant

3/8/2013

Title

Date